Town of Sunnyvale
127 N. COLLINS ROAD
SUNNYVALE, TEXAS
75182 TELEPHONE (972) 226-7177
www.townofsunnyvale.org

April 25, 2022

Honorable Mayor and Town Council
Town of Sunnyvale, Texas

Dear Mayor and Council Members:

The Comprehensive Annual Financial Report of the Town of Sunnyvale, Texas, for the year ended September 30, 2021, is submitted herewith.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that is established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Fox, Byrd & Company, P.C. has issued an unmodified ("clean") opinion on the Town of Sunnyvale's financial statements for the year ended September 30, 2021. The independent auditor's report is located in the beginning of the financial section of the Audit Report.

This letter of transmittal is designed to complement Management's Discussion and Analysis **(MD&A)** and should be read in conjunction with it. The Town's MD&A can be found immediately following the independent auditors' report and provides a narrative introduction, overview and analysis of the basic financial statements.

GENERAL INFORMATION -TOWN OF SUNNYVALE

The Town of Sunnyvale is a small, upscale community located about 15 miles east of downtown Dallas. Incorporated in 1953 and occupying approximately 16.8 square miles, Sunnyvale is a Town founded upon uniqueness in the quality of life that our citizens enjoy and the positive environment in which our local businesses can prosper.

The Town operates under the Council-Manager form of government. Policy-making and legislative authority are vested in a governing Council of the Mayor and six (6) Council members. The Town Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees, and hiring the Town Manager. The Town Manager is responsible for carrying out the policies and ordinances of the Town Council, and for overseeing the day-to-day operations of the Town.

The Town provides a range of services, including police, fire, medical emergency, maintenance of streets and infrastructure, community development, provision of water and wastewater utilities, library services as well as general administrative services.

The annual budget serves as the foundation of the Town's financial planning and control. The respective department heads prepare and submit line item budget requests for the operations and maintenance portion of their respective departments as well as a listing of capital items for consideration. Citizens Committees provide public input into certain projects and initiatives. The entire budget process includes public involvement as the various elements composing the budget are reviewed in open and advertised public meetings prior to final approval and adoption.

ECONOMIC CONDITIONS AND OUTLOOK

During the past several years, the Town has experienced similar economic challenges as other entities in the region, state and nation. Property tax revenues provide the greatest portion of the Town's total governmental revenue stream. Historically, the Town has realized strong property value growth and experienced an increase in property values for fiscal year 2020-21. The property tax rate was lower from 2020 and property tax revenues were 8.5% more than the prior year due to the increase in the taxable values, sales tax receipts, permit revenue and new construction.

Building activity increased throughout the community with the Town experiencing the addition of new homes and continues to work with developers to expand and diversify available retail opportunities. Total sales tax revenues continue to trend upward. Overall, the economic environment in the last year has been favorable within the community, despite the challenges brought by the COVID-19 pandemic. The Town closely monitors all local economic indicators with the intention of being able to respond as needed.

FOR THE FUTURE

The Town Council has identified strategic plan objectives and most of the major initiatives are directly related to those objectives. Of extreme importance is the objective to enhance the quality of life of our citizens, through both infrastructure improvements and the proper maintenance of the existing infrastructure. The following are current initiatives:

Annual CIP Infrastructure Assessment and Financial Plan Collins Road - Phase I Construction
Fire Station Construction
State Highway 352 Utility Improvements (TxDot Project) Harris Addition Phase I
Drainage on the Tripp Road Corridor Harris Addition Phase II
Design of Collins Road Phase II Rails to Trails Phase I
Barnes Bridge Road Bridge Solution

LONGER-TERM FINANCIAL PLANNING

Plans for additional road repair and replacement will be funded by through maintenance and operation, sales tax revenues and other identified sources.

Unassigned fund balance in the general fund totals $8,409,574 and is 53% of total general fund expenditures and falls within the policy guidelines set by the Council for budgetary and planning purposes.

Standard & Poor's Ratings rates Sunnyvale, Texas' general obligation (GO) bonds as 'AA.' The outlook is stable.

FINANCIAL INFORMATION

Accounting Procedures and Budgetary Controls

The Town's accounting records for general government are maintained on a modified accrual basis, with revenues being recorded when available and measurable, and expenditures being recorded when the services or goods are received and the liabilities are incurred. Accounting records for the Town's water and sewer utility, and other proprietary activities are maintained on the accrual basis.

The budgetary process begins each year with the preparation of both current and proposed year revenue estimates by the Town's financial management staff, and expenditure estimates by each Town department. Budgets are reviewed by the Finance Director. The Town Manager makes final decisions and submits a recommended budget to the Town Council. All funds are appropriated annually.

As part of each year's budget development process, departments are required to update expenditure estimates for the current fiscal year. These estimates are reviewed by the Finance Director, the Town Manager, and the Town Council concurrent with review of the proposed budget. This re- estimated budget may require a supplemental appropriation and, if so, such supplemental appropriation is approved by ordinance adopted by the Town Council prior to the end of the current fiscal year.

General Governmental Functions

Tax Rates All eligible property within the Town of Sunnyvale is subject to assessment, levy, and collection by the Town. A continuing, direct ad valorem tax sufficient to provide for the payment of principal and interest on outstanding bonds within the limits prescribed by law, and the payment of
operation and maintenance costs is set and approved by the Town Council. The tax rates adopted by the Town Council are shown below:

Town of Sunnyvale	Adopted Tax Rate
Tax Year 2021	0.453000
Tax Year 2020	0.456700
Tax Year 2019	0.456700
Tax Year 2018	0.412900
Tax Year 2017	0.413088

Other Information

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United State and Canada ("GFOA") **awarded** the Certificate of Achievement for Excellence in Financial Reporting to the Town of Sunnyvale for its comprehensive annual financial report for the fiscal year ended September 30, 2020. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine eligibility of another certificate.

Acknowledgements

Many people are responsible for the preparation of this report and for the maintenance of records upon which it is based. Appreciation is expressed to the Town employees throughout the organization, who were instrumental in the successful completion of this report.

Our appreciation is also extended to the Mayor and members of the Town Council for providing the resources necessary to maintain the integrity of the Town's financial affairs.

Respectfully submitted,

Liz Hopkins

Interim Finance Director

GOVERNMENT FINANCE OFFICERS ASSOCIATION

Distinguished Budget Presentation Award

PRESENTED TO

Town of Sunnyvale
Texas

For the Fiscal Year Beginning

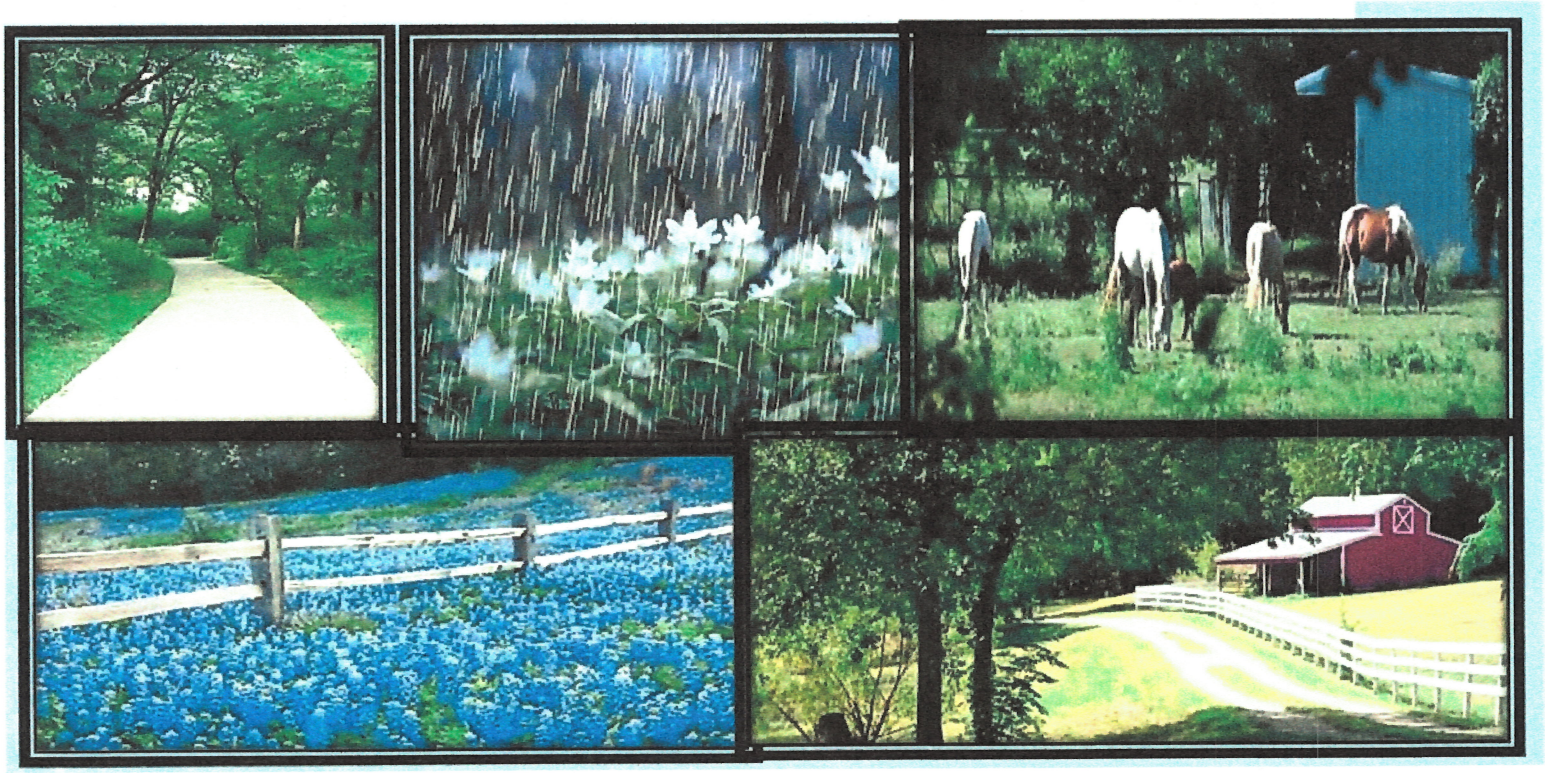
October 01, 2020

Christopher P. Morrill

Executive Director

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED SEPTEMBER 30, 2021

TOWN OF SUNNYVALE, TEXAS



COMPREHENSIVE ANNUAL FINANCIAL REPORT

Fiscal Year Ended September 30, 2021

Town of Sunnyvale, Texas

FOX, BYRD & COMPANY, P.C.
Accountants and Consultants

TOWN OF SUNNYVALE
COMPHREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2021

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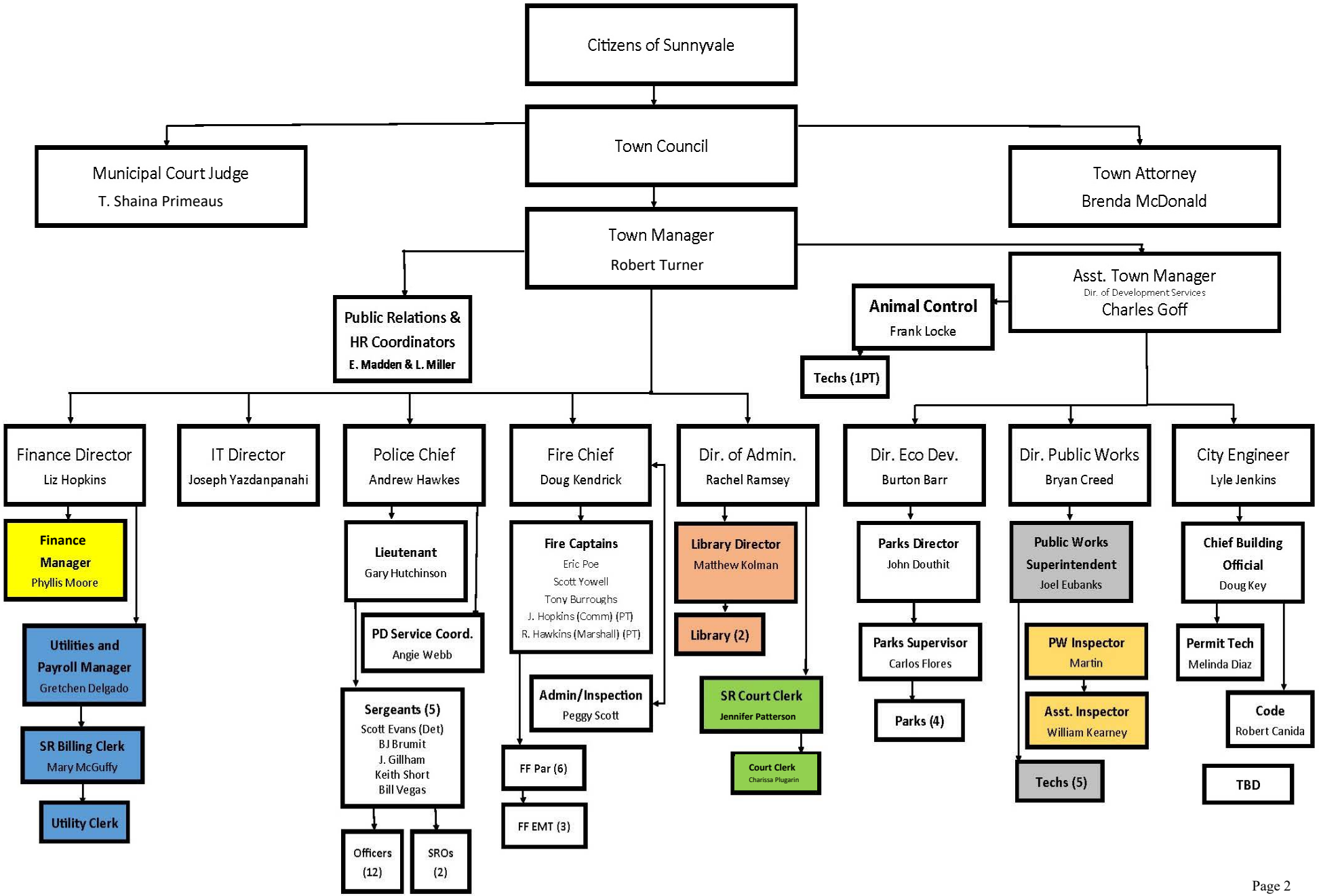
INTRODUCTORY SECTION

Town Organizational Chart



TOWN OF SUNNYVALE, TX

For the year ended September 30, 2021

Town Council:

Saji George	Mayor
Ryan Finch	Place 1
Kevin Clark	Place 2
Mark Egan	Place 3
Mark Edridge	Place 4
Larry Allen	Place 5
Jonathan Freeman	Place 6

Administrative Officers

Robert Turner	Town Manager
Charles Goff	Assistant Town Manager
Rachel Ramsey	Town Secretary
Liz Hopkins	Finance Director

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

Town Council
Town of Sunnyvale
127 North Collins Road
Sunnyvale, Texas 75182

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Sunnyvale, Texas ("Town") as of and for the year ended September 30, 2021, and the related notes to the financial statements which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on an auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no opinion. An audit also includes assessing the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Sunnyvale, Texas as of September 30, 2021, and the respective changes in financial position, where applicable, and cash flows, thereof, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

12001 N. Central Expressway, Suite 500
Dallas, Texas 75243
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www.foxbyrd.com

Other Matters

Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual for the General Fund, the Schedule of Changes in Net Pension Liability and Related Ratios and the Schedule of Changes in Total OPEB and Related Ratios be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Sunnyvale, Texas' basic financial statements. The introductory section, combining and individual non-major fund financial statements, the Schedules of Revenues, Expenditures, and Changes in Fund Balance – Budget to Actual for the Debt Service Fund, the Capital Projects Fund and the Special Revenue Funds and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements are the responsibility of management, and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated April 18, 2022 on our consideration of the Town of Sunnyvale, Texas' internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

Fox, Byrd + Company, P.C.

Dallas, Texas
April 18, 2022

TOWN OF SUNNYVALE, TEXAS
MANAGEMENT DISCUSSION AND ANALYSIS
SEPTEMBER 30, 2021

As management of the Town of Sunnyvale ("Town"), we offer the readers of the Town of Sunnyvale's financial statements this narrative overview and analysis of the financial activities of the Town for the fiscal year ended September 30, 2021. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Town's financial statements, which follow this narrative.

Financial Highlights

- The assets and deferred outflows of resources of the Town exceeded its liabilities and deferred inflows of resources at the close of the fiscal year by $64,911,011 (net position). Of this amount, $35,943,439 or 55%, is net investment in capital assets. Net position restricted for specific purposes is $5,284,899 or 8%. The remaining unrestricted position of $23,682,672, or 36% may be used to meet the Town's ongoing obligations to its citizens and creditors in accordance with the Town's fiscal policies.

- The government's total net position increased by $6,019,604, or 10%, due to an increase in both governmental activities and business-type activities net position.

- As of the close of the current fiscal year, the Town's governmental funds reported combined ending fund balances of $27,635,664, a decrease of $886,750, or (3)%, in comparison with the prior year. Approximately 30% of this total amount, or $8,409,574, is available for spending at the Town's discretion (unassigned fund balance).

- At the end of the current fiscal year, unassigned fund balance for the General fund of $8,409,574 was 53% of total general fund expenditures for the fiscal year.

- The Town's total long-term obligations decreased by $1,398,484, or -5%, during the current fiscal year.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Town of Sunnyvale's basic financial statements. The Town's basic financial statements consist of three components; 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. The basic financial statements present two different views of the Town through the use of government-wide financial statements and fund financial statements.In addition to the basic financial statements, this report contains other supplemental information that will enhance the reader's understanding of the financial condition of the Town of Sunnyvale.

Basic Financial Statements

The first two statements (pages 18-19) in the basic financial statements are the **Government-Wide Financial Statements**. They provide both short and long-term information about the Town's financial status.

The next statements (pages 20-26) are **Fund Financial Statements**. These statements focus on the activities of the individual parts of the Town's government. These statements provide more detail than the government-wide statements. There are two parts to the Fund Financial Statements: 1) the governmental funds statements; and 2) the proprietary fund statements.

The next section of the basic financial statements is the **notes** (pages 27-69). The notes to the financial statements explain in detail some of the data contained in those statements. After the notes, **required supplemental information** (pages 72-75) is provided to show details about the Town's budgets, pension plan and other post-employment benefits (OPEB).

Government-wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the Town's finances, similar in format to a financial statement of a private-sector business. The government-wide statements provide short and long-term information about the Town's financial status as a whole.

The statement of net position presents information on all of the Town of Sunnyvale's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in these statements for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave). Both the statement of net position and the statement of activities are prepared utilizing the accrual basis of accounting.

The government-wide statements are divided into three categories: 1) governmental activities; 2) business-type activities; and 3) component units. The governmental activities include most of the Town's basic services such as public safety, parks and recreation, and general administration. Property taxes, sales tax and state and federal grant funds finance most of these activities. The business-type activities are those that the Town charges customers to provide. These include the utility services offered by the Town of Sunnyvale. The final category is the component unit. The Town has one component unit. In the Nov. 5, 2020 election voters approved the termination of the 4A Development Corporation and its associated sales tax; and the adoption of a local sales and use tax in the Town of Sunnyvale at a rate of one and one-half (1.5) percent. This would result in no net change in the total sales tax rate. An escrow account was set up for obligations that are still outstanding that include $312,574 in debt service contributions. The government-wide financial statements are on pages 18-19 of this report.

Fund Financial Statements

The fund financial statements provide a more detailed look at the Town's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Town of Sunnyvale, like all other governmental entities in Texas, uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the General Statutes or the Town's budget ordinance.

All of the funds of the Town of Sunnyvale can be divided into two categories: governmental funds and proprietary funds.

Governmental Funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Town's basic services are accounted for in governmental funds. These funds focus on how assets can readily be converted into cash flow in and out, and what funds are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the Towns' programs.

The relationship between government activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds is described in a reconciliation that is a part of the fund financial statements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town of Sunnyvale adopts an annual budget for its General Fund, as required by the General Statutes. The budget is a legally adopted document that incorporates input from the citizens of the Town, the management of the Town, and the decisions of the council about which services to provide and how to pay for them. It also authorizes the Town to obtain funds from identified sources to finance these current period activities. The budgetary statement provided for the General Fund demonstrates how well the Town complied with the budget ordinance and whether or not the Town succeeded in providing the services as planned when the budget was adopted. The budgetary comparison statement uses the budgetary basis of accounting and is presented using the same format, language, and classifications as the legal budget document. The statement shows four columns: 1) the original budget; 2) the final budget as amended by the council; 3) the actual resources, charges to appropriations, and ending balances in the General Fund; and 4) the difference or variance between the final budget and the actual resources and charges. Budgetary information required by the General Statutes can also be found in this part of the statements. The Governmental Fund financial statements can be found on pages 20-26 of this report.

Proprietary Funds – The Town of Sunnyvale has one type of proprietary fund which is the Utility Fund. The Town charges customers for the services it provides, whether to outside customers or to other units within the Town. These services are generally reported in proprietary funds. Proprietary Funds are reported in the same way that all activities are reported in the statement of net position and the statement of activities. Proprietary Funds provide the same type of information as the government-wide financial statements, only in more detail. The basic proprietary fund financial statements can be found on pages 24-26 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are on pages 27-70 of this report.

Required Supplementary Information – In addition to the basic financial statements and accompanying notes, this report includes certain required supplementary information concerning the Town of Sunnyvale's budgets and progress in funding its obligation to provide pension and other post-employment benefits to its employees. This information is found on pages 72-75.

Supplementary Information – The combining statements referred to earlier in connection with the non-major governmental funds are presented following the required supplementary information on pensions and OPEB. Combining statements and individual fund statements can be found on pages 82-84. Fund financial statements for the component units can be found on pages 85-88.

Statistical Section – The statistical section consists of unaudited information that presents details as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Town's overall financial health. These tables can be found on pages 92-111.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The net position of the Town exceeded liabilities by$64,911,011 as of September 30, 2021. The Town's net position increased by $6,019,604, for fiscal year ended September 30, 2021. The following table presents a comparative summary of the Town's assets, liabilities, and net position as of September 30, 2021 and 2020.

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and Other Assets	$ 30,389,922	$ 30,169,390	$ 12,211,555	$ 10,942,835	$ 42,601,477	$ 41,112,225
Capital Assets	27,748,483	23,841,410	27,391,630	27,326,166	55,140,113	51,167,576
Total Assets	58,138,405	54,010,800	39,603,185	38,269,001	97,741,590	92,279,801
Total deferred outflows of resources	396,986	270,284	82,343	56,062	479,328	326,346
Long-term liabilities outstanding	23,600,049	24,564,406	6,396,117	6,875,244	29,996,166	31,439,650
Other liabilities	1,591,108	1,147,263	1,542,443	934,828	3,133,551	2,082,091
Total liabilities	25,191,157	25,711,669	7,938,560	7,810,072	33,129,717	33,521,741
Total deferred inflows of resources	149,236	159,860	30,955	33,138	180,191	192,998
Net position:						
Net investment in capital assets	12,053,906	133,606	23,889,533	23,815,634	35,943,439	23,949,240
Restricted	2,868,130	2,909,600	2,416,769	2,115,669	5,284,899	5,025,269
Unrestricted	18,272,961	25,366,349	5,409,711	4,550,549	23,682,672	29,916,898
Total net position	$ 33,194,997	$ 28,409,555	$ 31,716,013	$ 30,481,852	$ 64,911,011	$ 58,891,407

Net investment in capital assets:

The 55% of the Town's net position or $35,943,439, reflects the Town's investment in capital assets (e.g. land, buildings, machinery and equipment) less any debt still outstanding that was issued to acquire those items. The Town uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of the outstanding related debt, the resources needed to repay that debt must be provided by other sources, since the capital assets cannot be used to liquidate these liabilities.

Restricted net position:

Restricted net position of $5,284,899, or 8%, is subject to external restrictions on how they may be used, or by enabling legislation. The restricted net position is comprised of (a) $70,106 or 0.1%, for development, (b) $125,414 or 0.2% for court use, (c) $441,447, or 1%, for debt service, (d) $2,231,163, or 3% for road improvement maintenance and operation and (e) $2,416,769 or 4% for water infrastructure installation.

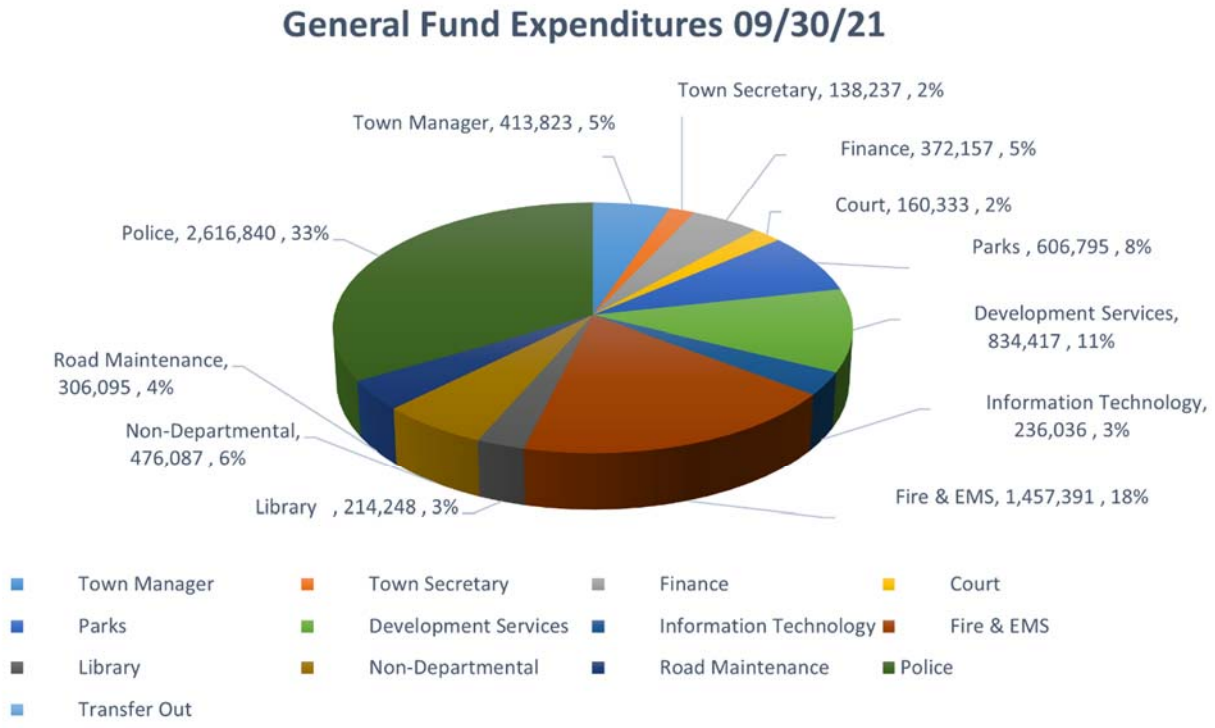
Unrestricted net position:

Unrestricted net position in the amount of $23,682,672, or 36%, is available to fund the Town programs to citizens and obligations to creditors.

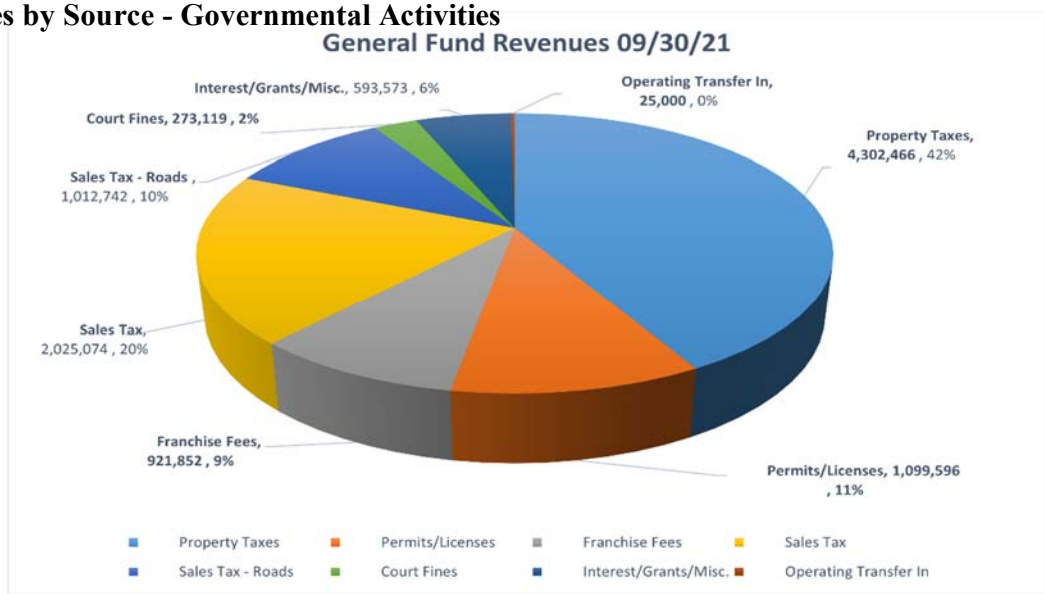
Governmental-type activities - Governmental-type activities increased the Town's net position by $4,785,443. A key element of this increase is as follows:

Revenue growth, budgetary performance and lower expenses than expected. Revenues increased due to higher taxable property values, higher sales tax receipts and permit revenue from strong commercial and residential construction. Expenses were lower than budgeted for standing up the Sunnyvale Police Department and road maintenance that was delayed due to capacity issues with the Town's inter local partner, Dallas County.

Expenditures and Program Revenues - Governmental Activities (amounts expressed in thousands)



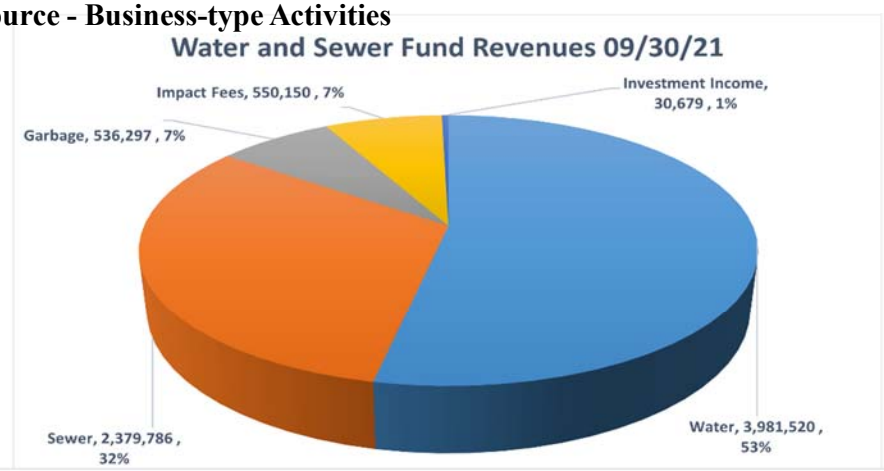
Revenues by Source - Governmental Activities



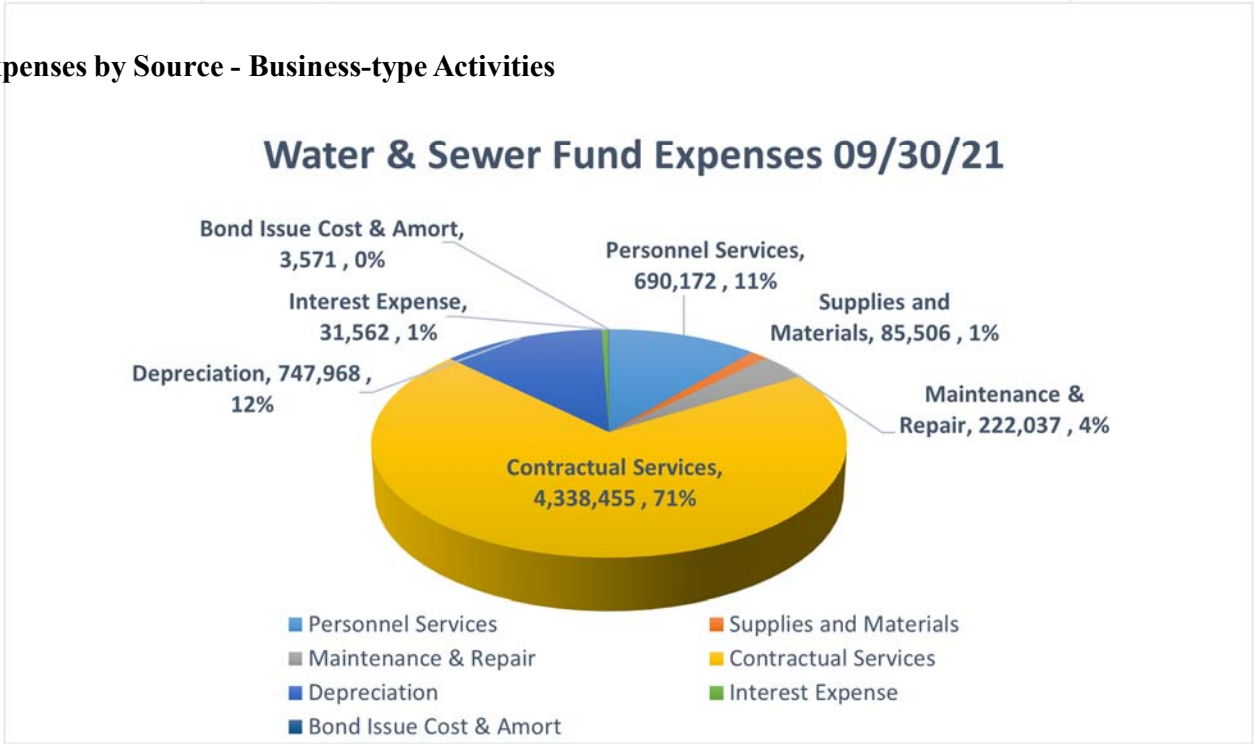
Business-type Activities - Business-type activities increased the Town's net position by $1,234,161.

Revenues and Expenses - Business-type Activities (amounts expressed in thousands)

Revenues by Source - Business-type Activities


Water and Sewer Fund Revenues 09/30/21
Impact Fees, 550,150 , 7%
Investment Income, 30,679 , 1%
Garbage, 536,297 , 7%
Sewer, 2,379,786 , 32%
Water, 3,981,520 , 53%

Expenses by Source - Business-type Activities


Water & Sewer Fund Expenses 09/30/21
Bond Issue Cost & Amort, 3,571 , 0%
Personnel Services, 690,172 , 11%
Interest Expense, 31,562 , 1%
Supplies and Materials, 85,506 , 1%
Depreciation, 747,968 , 12%
Maintenance & Repair, 222,037 , 4%
Contractual Services, 4,338,455 , 71%
Personnel Services
Supplies and Materials
Maintenance & Repair
Contractual Services
Depreciation
Interest Expense
Bond Issue Cost & Amort

The following table presents a comparative summary of the Town's operations for the years ended September 30, 2021 and 2020.

Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues:						
Program Revenues:						
Charges for services	$ 2,235,639	$ 1,543,732	$ 7,447,753	$ 6,572,507	$ 9,683,392	$ 8,116,239
Operating grants and contributions	2,235,661	3,652,159		-	2,235,661	3,652,159
Capital grants and contributions	-	-	-	-	-	-
General Revenues:						
Property taxes	6,316,489	6,076,106	-	-	6,316,489	6,076,106
Franchise taxes	921,852	965,376	-	-	921,852	965,376
Sales tax	3,037,816	2,102,427	-	-	3,037,816	2,102,427
Investment income	85,813	126,847	30,679	29,732	116,492	156,579
Miscellaneous	153,390	92,273	-	-	153,390	92,273
Total Revenues	14,986,660	14,558,920	7,478,432	6,602,239	22,465,092	21,161,159
Expenses:						
Program Expenses						
General Government	1,960,148	1,630,281	-	-	1,960,148	1,630,281
Public Safety	3,519,019	5,097,893	-	-	3,519,019	5,097,893
Public works	618,776	485,091	-	-	618,776	485,091
Public Services and operations	2,531,816	1,007,254	-	-	2,531,816	1,007,254
Parks and recreation	716,260	629,045	-	-	716,260	629,045
Library	214,248	209,666	-	-	214,248	209,666
Interest on long-term debt	765,950	780,918	-	-	765,950	780,918
Water and sewer	-	-	6,119,271	5,977,691	6,119,271	5,977,691
Total expenses	10,326,217	9,840,148	6,119,271	5,977,691	16,445,488	15,817,839
Increase (decrease in net position)	4,660,443	4,718,772	1,359,161	624,548	6,019,604	5,343,320
Other revenues and financing sources (uses)						
Transfers	125,000	26,314	(125,000)	(26,314)	-	-
Gain on sale of assets	-	2,451	-	6,430	-	8,881
Total other financing sources (uses)	125,000	28,765	(125,000)	(19,884)	-	8,881
Increase (decrease) in net position	4,785,443	4,747,537	1,234,161	604,664	6,019,604	5,352,201
Net position - October 1	28,409,555	23,662,018	30,481,852	29,877,188	58,891,407	53,539,206
Net position - September 30	$ 33,194,998	$ 28,409,555	$ 31,716,013	$ 30,481,852	$ 64,911,011	$ 58,891,407

The Governmental Activities have increased the net position in the current fiscal period by $4,785,443 which is a 17% increase over the prior year. This is due, in large part commercial and residential construction, increase to taxable values and budgetary performance.

The Business-type Activities have increased the net position in the current fiscal year by $1,234,161. This is a 4% increase from the prior year that is due to impact fees due to commercial construction and budgetary performance.

Financial Analysis of the Town's Funds

As noted earlier, the Town of Sunnyvale uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds - The focus of the Town's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Town's financing requirements. Specifically, the unassigned fund balance may serve as a measure of net resources available for spending at the end of the fiscal year.

As of the close of the current fiscal year, the governmental funds reported combined ending fund balances of $27,635,664, a decrease of $886,750, or (3)% , in comparison with the prior year. Of this amount, $8,409,574, or 30%, constitutes unassigned fund balance, which is available for spending at the Town's discretion. The Town has assigned fund balances of $16,115,988, or 58% for the following: 1) $13,351,835, or 83% for capital and infrastructure improvements, 2) $833,482, or 5% for vehicle replacements, 3) $1,905,671, or 11.8% for community services. A portion, $2,868,130, or 10%, of the fund balance is restricted to indicate that it is available for spending for the following: 1) $70,106, or 2% for community development, 2) $125,414, or 4% for state imposed restrictions for use of court fees, 3)$441,447 or 15% for debt service requirements, 4) $2,231,163, or 78% for road maintenance and improvements. The remaining fund balance of $241,972 or .9% is considered non-spendable and represents prepaid assets.

The general fund is the chief operating fund of the Town of Sunnyvale. At the end of the current fiscal year, unassigned fund balance of the General Fund was $8,409,574. As a measure of the General Fund's liquidity, it may be useful to compare unassigned fund balance to total expenditures. Unassigned fund represents 107% of total general fund expenditures.

The debt service and capital projects funds are major governmental funds of the Town of Sunnyvale. At the end of the current fiscal year, debt service fund balance increased $355,010 or 411% and capital projects fund balance decreased $2,515,897 or 15.8%.

General Fund Budgetary Highlights: During the fiscal year, the Town made revisions to the budget. Generally, budget amendments fall into one of three categories: (1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once exact information is available; (2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and (3) increases in appropriations that become necessary to maintain services.

Revenues were more than the budgeted amounts, mainly in the areas of licenses and permits, charges for services and intergovernmental revenues. Expenditures were less than budgeted at the fund level.

Proprietary Funds - The Town's proprietary funds provide the same type of information found in the government-wide statements, but in more detail. Unrestricted net position of the proprietary funds at the end of the fiscal year amounted to $5,409,711.

Capital Asset and Debt Administration

Capital assets - The Town of Sunnyvale's investment in capital assets for its governmental and business-type activities as of September 30, 2021, totals $55,140,113 (net of accumulated depreciation). These assets include land, buildings, improvements, infrastructure, machinery and equipment, vehicles, and construction in progress. This amount represents a net decrease of $3,972,537, or 7.76%, (net of accumulated depreciation) over the prior fiscal year. Full depreciation of certain assets and annual depreciation.

Capital Assets September 30, 2021 (net of depreciation)

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Land	$ 2,610,223	$ 1,619,679	$ 127,225	$ 127,225	$ 2,737,448	$ 1,746,904
Infrastructure	9,233,498	9,601,737	20,709,622	21,253,710	29,943,120	30,855,447
Buildings & Improvements	3,386,181	3,521,396	5,238,235	5,370,471	8,624,416	8,891,867
Machinery & Equipment	1,621,866	1,740,540	1,106,828	420,660	2,728,694	2,161,200
Construction in progress	10,896,715	7,358,058	209,720	154,100	11,106,435	7,512,158
Total	$ 27,748,483	$ 23,841,410	$ 27,391,630	$ 27,326,166	$ 55,140,113	$ 51,167,576

More detailed information about the Town's capital assets is presented in Note F to the financial statements.

Long-term obligations - As of September 30, 2021, the Town of Sunnyvale had total long-term debt outstanding of $30,437,821 which is a decrease of $1,398,484, or 4%, from the previous year.

Outstanding Debt As of September 30, 2021

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Certificates of Obligation (backed by tax revenues and net Water/Sewer revenues)	$ 3,675,000	$ 3,795,000	$ -	$ -	$ 3,675,000	$ 3,795,000
Tax Notes	14,765,000	15,345,000		-	14,765,000	15,345,000
Refunding Bonds (backed by tax revenues and net Water/Sewer revenues)	3,747,887	3,975,602	6,618,669	7,043,846	10,366,556	11,019,448
Notes payable		-	59,011	67,446	59,011	67,446
Capital Lease	470,248	592,202	-	-	470,248	592,202
Pension Related Debt	564,904	573,835	119,226	121,685	684,130	695,520
Compensated absences	377,010	282,767	40,866	38,922	417,876	321,689
	$ 23,600,049	$ 24,564,406	$ 6,837,772	$ 7,271,899	$ 30,437,821	$ 31,836,305

More detailed information about the Town's long-term obligations is presented in note I to these financial statements.

Requests for Information - This financial report is designed to provide an overview of the Town's finances for those with an interest in the government's finances. If you have any questions about this report or need additional information, contact the Town of Sunnyvale, Attention: Director of Finance at 127 N. Collins Road, Sunnyvale, Texas, call 972-203-4145, or email liz.hopkins@townofsunnyvale.org.

BASIC FINANCIAL STATEMENTS

Town of Sunnyvale
STATEMENT OF NET POSITION
SEPTEMBER 30, 2021

	Primary Government			
	Governmental Activities	**Business-type Activities**	**Total**	**Component Units**
ASSETS				
Cash and cash equivalents	$ 10,581,925	$ 4,525,490	$ 15,107,415	$ 2,812,320
Receivables (net of allowance for uncollectibles)	1,024,092	1,092,633	2,116,725	220,856
Internal Balances	(4,143,232)	4,143,232	-	-
Note Receivable	276,339	-	276,339	-
Prepaids	241,972	-	241,972	-
Due from other governments	13,716	-	13,716	-
Inventories	-	33,431	33,431	-
Restricted assets:				
Cash and cash equivalents	22,395,110	2,416,769	24,811,879	376,048
Capital assets not depreciated				
Land	2,610,223	127,225	2,737,448	-
Construction in progress	10,896,715	209,720	11,106,435	-
Capital assets (net of accumulated depreciation)				
Infrastructure	9,233,498	20,709,622	29,943,120	-
Buildings	3,386,181	5,238,235	8,624,416	-
Machinery and equipment	1,621,866	1,106,828	2,728,694	-
Total assets	58,138,405	39,603,185	97,741,590	3,409,224
DEFERRED OUTFLOWS OF RESOURCES				
OPEB contributions after measurement date	4,349	902	5,251	164
Difference in expected and actual pension experience	14,536	3,015	17,551	547
Pension contributions after measurement date	354,044	73,436	427,480	13,312
Changes in actuarial assumptions used to determine OPEB liability	24,056	4,990	29,046	904
Total deferred outflows of resources	396,986	82,343	479,328	14,927
LIABILITIES				
Accounts payable	606,555	682,797	1,289,352	-
Other Liabilities	867,602	63,144	930,746	-
Accrued interest payable	116,951	27,827	144,778	-
Accrued Expenses	-	-	-	-
Due to other governments		-	-	13,716
Customer Deposits	-	327,020	327,020	-
Noncurrent liabilities:				
Due within one year:				
Capital Lease	124,833		124,833	
Notes Payable	620,000	8,432	628,432	37,254
Certificates of Obligations	185,000	110,000	295,000	
Bonds Payable	200,000	323,223	523,223	
Due in more than one year				
Compensated absences	377,010	40,866	417,876	15,400
Net Pension Liability	442,219	91,726	533,945	16,626
Net OPEB Liability	122,685	27,500	150,185	2,560
Capital Lease	345,415	-	345,415	-
Notes Payable	14,145,000	50,579	14,195,579	239,082
Certificates of Obligations	3,490,000	2,915,000	6,405,000	-
Bonds Payable	3,547,887	3,270,446	6,818,333	-
Total liabilities	25,191,157	7,938,560	33,129,717	324,638
DEFERRED INFLOWS OF RESOURCES				
Difference in expected and actual OPEB experience	3,396	704	4,100	
Difference in projected and actual earnings on pension assets	138,600	28,748	167,349	5,211
Changes in actuarial assumptions used to determine pension liability	7,240	1,502	8,742	272
Total deferred inflows of resources	149,236	30,955	180,191	5,484
NET POSITION				
Net investment in capital assets	12,053,906	23,889,533	35,943,439	-
Restricted for:				
Development	70,106	-	70,106	-
Municipal court	125,414	-	125,414	-
Debt service	441,447	-	441,447	-
Street Maintenance	2,231,163	-	2,231,163	-
Water infrastructure installation	-	2,416,769	2,416,769	-
Unrestricted	18,272,961	5,409,711	23,682,672	3,094,029
Total net position	$ 33,194,997	$ 31,716,013	$ 64,911,011	$ 3,094,029

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

		Program Revenues			Net (Expense) Revenue and Changes in Net Position			
					Primary Government			
Program Activities	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-type Activities**	**Total**	**Component Units**
PRIMARY GOVERNMENT:								
Governmental activities:								
General Government	$ 1,960,148	$ 1,782,365	$ 2,221,178	$ -	$ 2,043,395	$ -	$ 2,043,395	$ -
Public Safety	3,519,019	453,274	4,550	-	(3,061,195)		(3,061,195)	-
Public services and operations	2,531,816	-	-	-	(2,531,816)		(2,531,816)	-
Public Works	618,776	-	-		(618,776)		(618,776)	-
Parks and recreation	716,260	-	-	-	(716,260)		(716,260)	-
Library	214,248	-	9,933	-	(204,315)		(204,315)	-
Interest on long-term debt	765,950	-	-	-	(765,950)		(765,950)	-
Total governmental activities	10,326,217	2,235,639	2,235,661	-	(5,854,917)		(5,854,917)	-
Business-type activities:								
Utility Fund	6,119,271	7,447,753	-	-		$ 1,328,482	$ 1,328,482	-
Total business-type activities	6,119,271	7,447,753	-	-		1,328,482	1,328,482	-
Total primary government	$ 16,445,488	$ 9,683,392	$ 2,235,661	$ -	(5,854,917)	$ 1,328,482	$ (4,526,435)	-
COMPONENT UNITS:								
4A Development Corporation	$ 38,818	$ -	$ -	$ -				$ (38,818)
4B Development Corporation	1,069,603	-	-	-				(1,069,603)
Total component units	$ 1,108,421	$ -	$ -	$ -				$ (1,108,421)
General revenues:								
Property Taxes					$ 6,316,489	$ -	$ 6,316,489	$ -
Sales taxes					3,037,816	-	3,037,816	1,139,859
Franchise taxes					921,852	-	921,852	-
Miscellaneous					153,390	-	153,390	-
Gain on sale of assets					-	-	-	-
Investment Income					85,813	30,679	116,492	9,732
Transfers					125,000	(125,000)	-	
Total general revenues and transfers					10,640,360	(94,321)	10,546,039	1,149,591
Change in net position					4,785,443	1,234,161	6,019,604	41,170
Net position at beginning of year					28,409,555	30,481,852	58,891,407	3,052,859
Net position at end of year					$ 33,194,998	$ 31,716,013	$ 64,911,011	$ 3,094,029

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
BALANCE SHEET
GOVERNMENTAL FUNDS
SEPTEMBER 30, 2021

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	$ 10,581,925	$ -	-	$ -	$ 10,581,925
Receivables (net of allowances for uncollectibles)	979,723	8,038	36,331	-	1,024,092
Ad valorem taxes		-		-	-
Internal balances	490,966	-		972,966	1,463,932
Note Receivable	276,339	-	-	-	276,339
Prepaids	241,972				241,972
Due from other governments	13,716	-	-	-	13,716
Restricted Cash and cash equivalents	-	557,646	17,467,561	4,369,903	22,395,110
Total assets	$ 12,584,641	$ 565,684	$ 17,503,892	$ 5,342,869	$ 35,997,086
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 606,555	$ -	-	$ -	$ 606,555
Other liabilities	867,602	-	-	-	867,602
Due to other funds	1,267,069	-	4,152,057	188,038	5,607,164
Accrued Interest payable	-	116,951		-	116,951
Total liabilities	2,741,226	116,951	4,152,057	188,038	7,198,272
Deferred inflows of resources:					
Unavailable revenue - property taxes	31,973	7,286	-	-	39,259
Unavailable revenue - grants				847,552	847,552
Unavailable revenue - notes receivable	276,339	-	-	-	276,339
Total deferred inflows of resources	308,312	7,286	-	847,552	1,163,150
Fund balances:					
Nonspendable:	241,972	-	-	-	241,972
Promissory note	-	-		-	-
Restricted for:					
Community Development	-	-	-	70,106	70,106
Municipal Court	-	-	-	125,414	125,414
Street maintenance	-	-	-	2,231,163	2,231,163
Debt Service	-	441,447	-	-	441,447
Assigned For:					
Infrastructure improvements	25,000	-	-	-	25,000
Vehicle Replacement	833,482	-	-	-	833,482
Community Development	25,075	-	-	1,880,596	1,905,671
Capital improvements	-	-	13,351,835	-	13,351,835
Unassigned:	8,409,574	-	-	-	8,409,574
Total fund balances	9,535,103	441,447	13,351,835	4,307,279	27,635,664
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 12,584,641	$ 565,684	$ 17,503,892	$ 5,342,869	$ 35,997,086

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
September 30, 2021

Total fund balances - total governmental funds	$	27,635,664
Amounts reported for governmental activities in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources and therefore, are not reported in the governmental funds balance sheet.		36,909,913
Accumulated depreciation has not been included in the governmental funds balance sheet.		(9,161,430)
Premiums and discounts on issuance of debt are not recognized on the balance sheet for governmental funds.		(2,112,887)
Revenue in the statement of activities that do not provide current financial resources are not in the fund financial statements		1,163,150
Deferred inflow/outflow of resources for pension and OPEB are not reported in the fund financial statements,		247,749
Long-term liabilities, including bonds payable, are not due and payable in the current period and; therefore are not reported in the funds.		(20,545,248)
Net pension liability is not due and payable in the current period and, therefore, is not rported in the fund financial statements.		(442,219)
Net OPEB liability is not due and payable in the current period and, therefore, is not reported in the fund financial statements.		(122,685)
Accrued liabilities for compensated absences are not reflected in the fund financial statements.		(377,010)
Net position of governmental activities-statement of net position	$	33,194,997

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	General	Debt Service	Capital Projects	Other Governmental Funds	Total Governmental Funds
Revenues:					
Property Taxes	$ 4,302,466	$ 2,014,023	$ -	$ -	$ 6,316,489
Franchise taxes	921,852	-	-	-	921,852
Sales tax collected	3,037,816	-	-	-	3,037,816
Fines and Forefeitures	273,119	-	-	-	273,119
Impact fees	-	-	-	682,769	682,769
Licenses and permits	1,099,596	-	-	-	1,099,596
Charge for Services	180,155	-	-	-	180,155
Intergovernmental-state & local	223,453	36,238	1,899,110	-	2,158,801
Investment Income	36,575	5,699	6,855	36,684	85,813
Donation-Library	-	-	-	9,530	9,530
Grant Revenue	-	-	-	67,330	67,330
Miscellaneous	153,390	-	-	-	153,390
Total revenues	10,228,422	2,055,960	1,905,965	796,313	14,986,660
Expenditures:					
Current:					
General Government	1,787,833	-	-	-	1,787,833
Public Safety	4,071,969	-	-	-	4,071,969
Public works	306,095	-	-	-	306,095
Public Services and operations	834,417	-	-	1,683,716	2,518,133
Parks and recreation	606,795	-	-	-	606,795
Library	214,248	-	-	-	214,248
Total current	7,821,357	-	-	1,683,716	9,505,073
Capital outlay:					
General Government	8,840	-	-	-	8,840
Public works	-	-	4,421,862	-	4,421,862
Public Safety	2,261	-			2,261
Total capital outlay	11,101	-	4,421,862	-	4,432,963
Debt service:					
Principal retirement	-	1,035,000	-	-	1,035,000
Interest and fiscal agent fee	-	813,803	-	-	813,803
Issuance cost of tax note	-	(47,853)	-	-	(47,853)
Total debt service	-	1,800,950	-	-	1,800,950
Total expenditures	7,832,458	1,800,950	4,421,862	1,683,716	15,738,986
Excess (deficiency) of revenues over (under) expenditures	2,395,964	255,010	(2,515,897)	(887,403)	(752,326)
Other financing sources (uses):					
Capital leases	(259,424)	-	-	-	(259,424)
Transfers in	40,000	100,000	-	-	140,000
Transfers out	(15,000)	-	-	-	(15,000)
Total other financing sources (uses)	(234,424)	100,000	-	-	(134,424)
Net change in fund balances	2,161,540	355,010	(2,515,897)	(887,403)	(886,750)
Fund balances at beginning of year	7,373,563	86,437	15,867,732	5,194,682	28,522,414
Fund balances at end of year	$ 9,535,103	$ 441,447	$ 13,351,835	$ 4,307,279	$ 27,635,664

The accompanying notes are an integral part of this statement.

Town of Sunnyvale

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED SEPTEMBER 30, 2021

Net change in fund balances - governmental funds	$	(886,750)
Amounts reported for governmental activities in the statement of activities are different because:		
Current year capital outlays are expenditures in the fund financial statements but these are shown as an increase in capital assets		5,216,744
Depreciation is not recognized as an expense in governmental funds since it does not require the use of current financial resources. The effect of recording the current year's depreciation is to decrease net position.		(786,378)
Current year long-term debt principal payments are expenditures in the fund financial statements but are shown as a reduction in long term debt in the government-wide financial statements.		1,035,000
The issuance of long-term debt (e.g. bond proceeds) provides current financial resources to governmental funds not reported as revenue in the statement of activities		259,424
Bond premiums are recognized as an other financing source in the governmental funds, whereas premiums and discounts are deferred and amortized over the life of the bonds in the statement of activities.		32,715
Changes in net pension and OPEB liability are not shown in the fund financial statements.		8,931
Changes in compensated absences are not shown in the fund financial statements		(94,243)
Change in net position - statement of activities	$	4,785,443

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
September 30, 2021

	Business-type Activities Utility Fund
ASSETS	
Current assets:	
Cash and cash equivalents	$ 4,525,490
Restricted cash and cash equivalents	2,416,769
Receivables (net of allowances for uncollectibles):	1,092,633
Internal balances	4,143,232
Total current assets	12,178,124
Noncurrent assets:	
Inventory	33,431
Capital assets:	
Land	127,225
Construction in progress	209,720
Infrastructure	27,564,811
Buildings	6,682,368
Machinery and equipment	1,719,102
Less: Accumulated Depreciation	(8,911,596)
Total capital assets, net of accumulated depreciation	27,391,630
Total noncurrent assets	27,425,061
Total Assets	39,603,185
DEFERRED OUTFLOW OF RESOURCES	
OPEB contributions after measurement date	902
Difference in expected and actual pension experience	3,015
Pension contributions after measurement date	73,436
Changes in actuarial assumptions used to determine OPEB liability	4,990
Total Deferred Outflow of Resources	82,343
LIABILITIES	
Current liabilities:	
Accounts payable	682,797
Other Liabilities	63,144
Payables from restricted assets:	
Customer deposits	327,020
Revenue bonds payable - current	
Accrued interest payable	27,827
Compensated Absences-current	-
Notes payable- current	8,432
Certificates of obligation- current	110,000
Bonds Payable- current	323,223
Total Current liabilities	1,542,443
Noncurrent liabilities:	
Compensated absences	40,866
Net Pension liability	91,726
Net OPEB liability	27,500
Notes payable	50,579
Certificates of obligation	2,915,000
Bonds payable	3,270,446
Total noncurrent liabilities	6,396,117
Total Liabilities	7,938,560
DEFERRED INFLOW OF RESOURCES	
Difference in expected and actual pension experience	
Difference in expected and actual OPEB experience	704
Difference in projected and actual earnings on pension assets	28,748
Changes in actuarial assumptions used to determine pension liability	1,502
Total Deferred Inflow of Resources	30,955
Net Position	
Invested in capital assets, net of related debt	23,889,533
Restricted for:	
Debt Service	
Water infrastructure installation	2,416,769
Unrestricted	5,409,711
Total Net Position	$ 31,716,013

The accompanying notes are an integral part of this statement.

Town of Sunnyvale
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Business-type Activities Enterprise Fund Water and Sewer
OPERATING REVENUES:	
Charges for Sales and services:	
Water Sales	$ 3,981,520
Sewer Sales	2,379,786
Garbage collection fees	536,297
Total operating revenues	6,897,603
OPERATING EXPENSES:	
Personnel services	690,172
Supplies and materials	85,506
Maintenance and repair	222,037
Contractual services	4,338,455
Depreciation	747,968
Total operating expenses	6,084,138
Operating Income (Loss)	813,465
NON-OPERATING REVENUES (EXPENSES):	
Investment Income	30,679
Impact Fees	550,150
Amortization	(3,571)
Interest expense	(31,562)
Bond issue cost	
Total non-operating revenues (expenses)	545,696
Income before capital contributions and transfers	1,359,161
Transfers out	(125,000)
Total transfers and capital contributions	(125,000)
Change in net position	1,234,161
Net position, October 1	30,481,852
Net position, September 30	$ 31,716,013

The accompanying notes are an integral part of this statement.

TOWN OF SUNNYVALE, TEXAS
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Business-type Activities Utility Fund Water and Sewer
Cash Flows from Operating Activities:	
Cash received from customers	$ 6,740,514
Cash paid to employees	(671,218)
Cash paid for goods and services	(4,145,946)
Net cash provided (used) by operating activities	1,923,350
Cash Flows from Non-Capital Financing Activities:	
Transfers (to) from other funds	(773,346)
Impact fees	550,150
Net cash provided (used in) by non-capital financing activities	(223,196)
Cash Flows from Capital and Related Financing Activities:	
Acquisition or construction of capital assets	(813,432)
Interest and fiscal charges on debt	(31,562)
Proceeds from capital debt	-
Bond issue costs	(3,571)
Proceeds from sale of assets	-
Principal payments on bonds	(433,612)
Net cash provided (used in) capital and related financing activities	(1,282,177)
Cash Flows from Investing Activities:	
Investment income	30,679
Net cash provided by (used in) investing activities	30,679
Net increase (decrease) in cash and cash equivalents	448,656
Cash and cash equivalents, October 1	6,493,603
Cash and cash equivalents, September 30	$ 6,942,259
Classified as:	
Current	$ 4,525,490
Restricted	2,416,769
	$ 6,942,259
Noncash disclosures:	
Premium Amortization	(3,571)
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	
Operating Income (loss)	$ 813,465
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:	
Depreciation	747,968
Change in Assets and Liabilities:	
(Increase) decrease in assets:	
Receivables	(192,819)
Increase (decrease) in liabilities:	
Accounts payable	509,875
Accrued expenses	18,954
Customer deposits	35,730
Pension liability	(36,108)
OPEB liability	5,185
Total adjustments	1,109,885
Net cash provided (used in) by operating activities	$ 1,923,350

The accompanying notes are an integral part of this statement.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town of Sunnyvale ("Town") is a municipal corporation governed by an elected mayor and a six-member Council. The Town provides the following services to the citizens of the Town as authorized by its charter: public safety (police and fire), public works, parks and recreation, water and sewer utilities, and general administrative services.

The accounting and reporting policies of the Town relating to the funds included in the accompanying basic financial statements conform to accounting principles generally accepted in the United States of America ("GAAP") applicable to the state and local governments. Generally accepted accounting principles for local government include those principles prescribed by the Governmental Accounting Standards Board ("GASB"), the American Institute of Certified Public Accountants in the publication entitled *State and Local Governments-Audit and Accounting Guide.* The more significant accounting policies of the Town are described below:

1. Reporting Entity

The Town is a municipal corporation governed by an elected mayor and six-member Council and has the authority to make decisions, appoint administrators and managers, and significantly influence operations. It also has the primary accountability for fiscal matters. Therefore, the Town is a financial reporting entity as defined by GASB Statement No. 14, "The Financial Reporting Entity," as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units."

Under GASB Statement No. 14, component units are organizations for which the Town is financially accountable and all other organizations for which the nature and significance of their relationship with the Town are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability exists if the Town appoints a voting majority of an organization's governing board and is either able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Town. The Town may be financially accountable for governmental organizations with a separately elected governing board, a governing board appointed by another government, or a jointly appointed board that is fiscally dependent on the Town. The financial statements of the component units may be discretely presented in a separate column from the primary government, or blended with the financial statements of the primary government. GASB Statement No. 39 added clarification to GASB Statement No. 14 by including entities which meet all three of the following requirements:

1. The economic resources received or held by the separate organization are entirely for the direct benefit of the primary government, its component units, or its constituents;
2. The primary government, or its component units, is entitled to, or has the ability to otherwise access a majority of the economic resources received or held by the separate organization;
3. The economic resources received or held by an individual organization that the specific primary government, or its component units, is entitled to, or has the ability to other access, are significant to the primary government.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

1. Reporting Entity (continued)

The financial statements of the following component unit has been "discretely presented" within the accompanying report because (i) their governing boards are not substantially the same as the governing body of the Town, or (ii) the component units provide services entirely or almost entirely to the citizenry.

Discretely presented component units. The Town has one discretely presented component unit, the 4B Economic Development Corporation. The component unit described below is included in the Town's reporting entity because the Town appoints the governing body and the Corporation is fiscally dependent on the Town. To emphasize that the component unit is legally separate from the Town, it is reported in a separate column within the financial statements. Fund information for the component unit can be found in the supplementary information in this report. There are no separate financial statements issued for the component unit.

The Sunnyvale 4B Development Corporation is responsible for collecting and disbursing the one-half of one percent sales tax to be used for economic incentives, and development and improvement in the quality of life for its citizens. The members of the Corporation's board serve at the pleasure of the Town Council.

In addition, GASB Statement No. 61 considers an organization that does not meet the financial accountability criteria to be included as a component unit if management's professional judgment determines it to be necessary and misleading if it were to be omitted. This evaluation includes consideration of whether a financial benefit or burden exists in the relationship between the entities. Management has not identified any additional organizations that fit this criteria.

2. Basis of Presentation, Basis of Accounting

The basic financial statements are prepared in conformity with GASB Statement No. 34 which requires that the government-wide financial statements to be prepared using the accrual basis of accounting, and the economic resources measurement focus. Government-wide financial statements do not provide information by fund, but distinguish between the Town's governmental activities and business-type activities on the statement of net position and statement of activities. Significantly, the Town's statement of net position includes both noncurrent assets and noncurrent liabilities. In addition, the government-wide statement of activities reflects depreciation expense on the Town's capital assets, including infrastructure.

In addition to the government-wide financial statements, the Town has prepared fund financial statements, which use the modified accrual basis of accounting and the current financial resources measurement focus for the governmental funds. The accrual basis of accounting is utilized by proprietary funds. Under this method, revenues are recorded when earned, and when expenses are recorded at the time liabilities are incurred.

Management's Discussion and Analysis includes an analytical overview of the Town's financial activities. In addition, a budgetary comparison statement is presented that compares the original adopted and final amended budget with actual results for the General Fund.

The basic financial statements include both government-wide, based on the Town as a whole, and fund financial statements. The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely on fees and charges for support.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

2. Basis of Presentation, Basis of Accounting (continued)

The government-wide statement of activities demonstrates the degree to which the direct expenses of a functional category (police, fire, public works, etc.) or program are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or program. Program revenues include: a) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or program, b) grants and contributions that are restricted to meeting the operational requirements of a particular function or program, or c) grants and contributions that are restricted to meeting the capital requirements of a particular function or program. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost, by function or business-type activity, is normally covered by general revenue (property and sales taxes, franchise taxes, and interest income).

Separate fund financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds, and major individual proprietary funds are reported as separate columns within the funds financial statements. The major governmental funds are the General Fund the Debt Service Fund and the Capital Projects Fund. The major proprietary fund is the Utility Fund. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues, or expenditures/expenses of either fund category for the governmental and proprietary combined) for the determination of major funds. The nonmajor funds are combined in a separate column within the fund financial statements. With the adoption of GASB Statement No. 63, the presentation of deferred inflows/outflows is included in this calculation.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principle operating revenues of the Utility Fund are charges to customers for sales and services. The Utility Fund also recognizes, as operating revenue, the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for proprietary funds include the costs of sales and service, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting the definition are reported as nonoperating revenues and expenses.

The government-wide focus is more on the sustainability of the Town as an entity, and the change in aggregate financial position resulting from the activities of the fiscal period. The focus of the fund financial statements is on major individual funds of the governmental and proprietary categories. Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

3. Measurement Focus

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts, and reported within the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus, and the accrual basis of accounting, as are the proprietary fund financial statements. The economic resources measurement focus means all assets and liabilities, (whether current or noncurrent), are included on the

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

3. Measurement Focus (continued)

statement of net position, and the operating statements present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized when earned, including unbilled water and sewer services which are accrued. Expenses are recognized at the time the liability is incurred, regardless of the timing of cash flows.

Governmental fund level financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter, to pay liabilities of the current period. For this purpose, the government considers revenues to be available when they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due and payable shortly after year end, as required by GASB Interpretation No. 6.

Ad valorem, franchise, and sales tax revenues recorded in the General Fund, and ad valorem tax revenues recorded in the Debt Service Fund, are recognized under the susceptible to accrual concept. Licenses and permits, charges for services, fines and forfeitures, contributions, and miscellaneous revenues are recorded as revenues when received in cash, as the resulting receivable is not measurable. Investment earnings are recorded as earned since they are measurable and available. In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the individual programs are used as guidance. Intergovernmental grant revenues are recognized when all eligibility requirements have been met.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, and then unrestricted resources as needed.

Governmental funds are those through which most governmental functions of the Town are financed. The acquisition, use and balances of the Town's expendable financial resources, and the related liabilities, except those accounted for in proprietary funds, are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position, rather than upon net income determination. The following is a description of the Town's major governmental funds:

The ***General Fund*** is the general operating fund of the Town. It is used to account for all financial resources, except those required to be accounted for in another fund. All general tax revenues, and other receipts that are not restricted by law or contractual agreement to some other fund, are accounted for in this fund. General operating expenditures, fixed charges, and capital improvements costs, that are not paid through other funds, are paid from this fund.

The ***Debt Service Fund*** accounts for the accumulation of resources for the payment of principal, interest, and related cost on long term obligation debt of governmental funds.

The ***Capital Projects Fund*** accounts for the accumulation of resources used for the acquisition and/or construction of capital facilities of the Town except for those financed by proprietary funds.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

3. Measurement Focus (continued)

Proprietary funds are accounted for on a flow of economic resources measurement focus. Within the economic measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net position. Proprietary fund-type operating statements present increases, (e.g., revenues), and decreases, (e.g., expenses), in net position. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and providing and delivering goods in connection with a proprietary fund's principle ongoing operations. The principal operating revenues of the Town's water and sewer services are charges to customers for sales and services. Operating expenses for the proprietary fund include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenues and expenses, not meeting this definition, are reported as nonoperating revenues and expenses. The following is a description of the proprietary fund:

The ***Utility Fund*** accounts for the activities of trash collection, and water and wastewater operations, that are intended to be self-supporting on a user charge basis.

4. Financial Statement Amounts

a. Cash and Cash Equivalents

The Town's cash and cash equivalents are considered to be cash on hand, demand deposits, certificates of deposit, and short-term investments with original maturities of one year or less from the date of acquisition.

b. Inventories

Inventories are valued using the first-in/first-out ("FIFO") method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

c. Receivable and Payable Balances

All trade and property tax receivables are shown net of an allowance for un-collectibles.

Short-term advances between funds are accounted for in the appropriate interfund receivable and payable accounts, and are reported as Internal Balances.

Legally authorized transfers are treated as transfers, and are included in the results of operations of both governmental and proprietary funds.

d. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature of normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, or laws of other governments, or are imposed by law, through constitutional provisions or enabling legislation. Restricted assets in the proprietary fund represent cash and cash equivalents, and investments set aside for repayment of customer's water/sewer deposits, impact fees, and various bond covenants.

Impact fees are the capital recovery fees that are, by law, restricted to the projects these funds may be used to support.

Customer deposits received for water and sewer services are, by law, to be considered restricted assets. These activities are included in the Utility Fund.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

e. Capital Assets

Capital assets, which include land, buildings, equipment, and improvements, purchased or acquired, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and proprietary fund financial statements. The Town defines capital assets as assets with an initial individual cost of more than $5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost, if historical cost is not available. Contributed assets are recorded at acquisition value as of the date donated. Additions, improvements, and other capital outlays, that significantly extend the useful life of an asset, are capitalized. Other costs incurred for repairs and maintenance are expensed.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Net interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized during the current fiscal year.

Management elected not to retroactively report infrastructure assets within the scope of GASB 34.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Years
Buildings	40 years
Building Improvements	10-40 years
Machinery & Equipment	3-5 years
Infrastructure	40-50 years
Vehicles/Apparatus	10-15 years

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

f. Deferred outflows/inflows of resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. The separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenses/expenditures) until then. The Town only has two items that qualify for this type of reporting. It is the deferred charge on refunding debt reported in the government-wide statement of net position, and on the utility operations fund statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt, and its reacquisition price. This amount is deferred and amortized over the life of the refunded debt. The Town's pension plan contributions made from the measurement date of the pension plan to the current fiscal year end are deferred and will be recognized in the subsequent fiscal year end. Also, the difference between projected and actual investment earnings are amortized as a component of pension expense over a five-year period beginning with the period in which the difference occurred.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Town has three items that qualify for reporting in this category. Accordingly, the item, *unavailable revenue* is reported in the governmental funds balance sheet. Deferred revenue from property taxes is shown as a deferred inflow of resource. The amount is deferred and recognized as inflows of resources in the period that the amounts become available. Deferred revenue from the receivable from 4A is shown as a deferred resource. The amount is deferred and recognized as inflows of resources in the period that the amounts become available. As a component of implementing GASB Statement No. 68, and GASB Statement No. 75, a deferred inflow is recorded in the government-wide statement of net position and within the separate financials for the proprietary statement of net position, for the difference in projected and actual experience in the actuarial measurement of the total pension liability not recognized in the current year. The amount is deferred and amortized over a period of years determined by the Plan actuary. The differences are amortized over the average remaining service life of all participants in the respective pension plan and recorded as a component of pension expense beginning with the period in which they are incurred.

g. Compensated absences

It is the government's policy to permit employees with at least six months of continuous service to accumulate earned but unused vacation pay benefits, not to exceed two times the rate of the employees' annual rate of accrual based on years of service. It is the Town's policy to pay all vacation leave and compensatory time (for non-exempt employees) regardless of whether the termination was voluntary or involuntary. All sick and vacation pay is accrued when incurred within the government-wide and proprietary fund financial statements. As such, there is an accrual at the close of the fiscal year in the government-wide and proprietary fund financial statements for the amount due to all employees as of September 30, 2021. No unused holiday leave will be paid out upon termination of employment.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

h. Pension Plan

In government-wide financial statements, retirement plans (pension) are required to be recognized and disclosed using the accrual basis of accounting regardless of the amounts recognized as pension expenditures.

In general, the Town recognizes a net pension liability, which represents the Town's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the Texas Municipal Retirement System ("TMRS"). The net pension liability is measured as of December 31, 2020. Changes in the net pension liability are recorded as pension expense, or as deferred inflows of resources, or deferred outflows of resources, depending on the nature of the change. The changes in net pension liability that is recorded as deferred inflows of resources, or deferred outflows of resources, (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience), is amortized over the weighted average remaining service life of all participants, and are recorded as a component of pension expense beginning with the period in which it is incurred.

For purposes of measuring the net pension liability, and deferred inflows/outflows of resources, relating to pension expense, information about the fiduciary net position of the Town's pension plan with TMRS, and additions/deductions from the plan's fiduciary net position, have been determined on the same basis as they are reported by TMRS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources, or deferred outflows of resources, and will be amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed five-year period of recognition.

i. Long-term Obligations

In the government-wide financial statements, and proprietary fund types within the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds on a straight-line basis. The Town has compared this method to the effective interest method and found the difference between the two methods to be immaterial. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expensed in the year they are incurred.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

Within the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

j. Net Position Flow Assumption

Sometimes the Town will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted-net position and unrestricted-net position within the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider restricted-net position to have been depleted before unrestricted-net position is applied.

k. Fund Balance Policies

In the fund financial statements, governmental funds report reservations of fund balance as non-spendable, restricted, committed, assigned, or unassigned based primarily on the extent to which the Town is bound to honor constraints on how specific amounts can be spent.

•*Non-spendable fund balance* - includes the portion of net resources that cannot be spent because of its form (i.e., inventory, long-term loans, or prepaids), or because they must remain intact.

- *Restricted fund balance* - includes the portion of net resources on which limitations are imposed by creditors, grantors, contributors, or by laws or regulations of other governments (i.e. externally imposed limitations). Amounts can be spent only for the specific purposes stipulated by external resource providers, or as allowed by law through constitutional provisions or enabling legislation.

- *Committed fund balance* - includes the portion of net resources that can only be used for a specific purpose, determined by a resolution or ordinance of the Town Council, and that remains binding unless removed in the same manner. The resolution must be approved before the commitment will be reflected on the financial statements.

- *Assigned fund balance* - includes the portion of net resources for which an *intended* use has been established by the Town Council or the Town Manager. Assignment of fund balance is much less formal than commitments, and do not require formal action for their imposition or removal. In governmental funds, other than the General Fund, assigned fund balance represents the amount that is not restricted or committed, which indicates that resources are, at a minimum, intended to be used for the purpose of that fund, as directed by the Town Council, or the Town Manager.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

- *Unassigned fund balance* - includes the amounts within the General Fund in excess of what can properly be classified in one of the other categories of fund balance. It is the residual classification of the General Fund, and includes all amounts not contained in other classifications. Unassigned amounts are technically available for any purpose. Negative residual amounts for all other governmental funds are reported in this classification.

Fund balances of governmental funds are reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment, committed fund balance, or an assignment, assigned fund balance.

The purpose of the Town's fund balance policy is to maintain a prudent level of financial resources to protect against reducing service levels or raising taxes and fees because of temporary revenue shortfalls or unprecedented one-time expenditures.

It is the long-term goal of the Town to maintain a minimum unassigned fund balance in the general fund equivalent to no less than 66% of operating expenses. The Town is currently in compliance with this policy, with an unassigned fund balance at 77% of operating expenditures.

l. Fund Balance Flow Assumption

Sometimes the Town will fund outlays for a particular purpose from both restricted and unrestricted resources, the total of committed, assigned and unassigned fund balance. In order to calculate the amounts to report as restricted, committed, assigned and unassigned fund balance within the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the Town's policy to consider any restricted fund balance to have been depleted before using any component of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

m. Federal and State Grants

Grants and shared revenues are generally accounted for within the fund financed.

n. Comparative Data

Comparative total data for the current year to budget have been presented within the supplementary section of the financial statements in order to provide an understanding of budgeted to actual results.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

o. Property Taxes

The Town's property tax is levied each October 1, on the assessed value listed as of the prior January 1, for all real and personal property. Appraised values are established by the Dallas Central Appraisal District as market value and assessed at 100% of appraised value. Property taxes attach as an enforceable lien on property as of January 1. The Dallas County Appraisal District bills for the property taxes, which are due October 1. Full payment must be made prior to the next January 31, to avoid penalty or interest charges. Over time, substantially all property taxes are collected. Revenues are recognized as ad valorem taxes are collected. Additional delinquent property taxes estimated to be collectible within 60 days following the close of the fiscal year have been recognized as a revenue at the fund level.

In Texas, county-wide central appraisal districts are required under the Property Tax Code to assess all property within the appraisal district on the basis of 100% of its market value, and are prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every five years; however, the Town may, at its own expense, require annual reviews of appraisal values. The Town may challenge appraised values established by the appraisal district through various appeals, and, if necessary, take legal action. Under this legislation, the Town continues to set tax rates on Town property. However, if the adopted tax rate is above the voter approval tax rate, but below the de minimis rate, qualified voters of the Town may petition for an election per the Senate Bill 2, 86th Legislative Session that made several significant changes to the truth-in-taxation process.

For the fiscal year ended September 30, 2021, the Town had a tax rate of $.4567 per $100 assessed values.

p. Interfund Activity

Interfund activity results from loans, services provided, reimbursements or transfers between funds. Loans are reported as interfund receivables and payables, as appropriate, and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers. Transfers In, and Transfers Out, are netted, and presented as a single "Transfers" line on the government-wide statement of activities. Similarly, interfund receivables and payables are netted and presented as a single "Internal Balances" line on the government-wide statement of net position.

q. Use of Estimates

The preparation of financial statements in conformity with GAAP requires the use of management's estimates.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

4. Financial Statement Amounts (continued)

r. Program Revenues

Certain revenues such as charges for services and impact fees are included in program revenues.

s. Program Expenses

Certain indirect costs, such as administrative costs, are included in the program expense reported for individual functional activities.

B. COMPLIANCE AND ACCOUNTABILITY

1. Finance-Related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures," violations of finance-related legal and contractual provisions, if any, are reported below, along with actions taken to address such violations:

Violation	Action Taken
None	N/A

2. Deficit Fund Balance or Fund Net Position of Individual Funds

Following are funds having deficit fund balances or fund net position at year end, if any, along with remarks which address such deficits:None.

3. Budgets and Budgetary Accounting

The Town adopts an "appropriated budget" of several of the governmental funds by department. The Town is required to present the adopted and final amended budget for both revenues and expenditures. The Town compares the final amended budget to actual revenues and expenditures.

The following procedures are followed in establishing the budgetary data:

- The Town Manager shall submit a proposed budget containing a complete financial plan for each fiscal year. Such budget shall be submitted to the Town Council not more than one hundred twenty (120) days, but not less than sixty (60) days, prior to the beginning of each fiscal year.
- The General Fund is legally required to have an adopted budget, and is included in the basic financial statements. The Town Manager shall submit a five-year Capital Improvement Program as an attachment to the annual budget. The Program shall include a list of all capital improvements that are proposed for the five fiscal years succeeding the budget year; cost estimates, method of financing, and recommended time schedules for each improvement; and the estimated annual cost of operating and maintaining the facilities to be constructed or acquired. The information may be revised and extended each year with regard to the capital improvements still pending, or in process of construction or acquisition.

B. COMPLIANCE AND ACCOUNTABILITY (continued)

3. Budgets and Budgetary Accounting (continued)

• The Town Council shall publish a notice for a public hearing on the budget in accordance with State Law.

• After the public hearing, the Town Council may adopt the budget with or without amendment. In amending the budget, the Town Council may add or increase programs or amounts and may delete or decrease any programs or amounts, except expenditures required by law, or for debt service.

• On or before the 20th day of the last month of the fiscal year currently ending, the Town Council shall adopt the budget by an affirmative vote of a majority of the members of Town Council then qualified and serving. If the Town fails to adopt the budget by this date, the amounts appropriated for current operation for the current fiscal year shall be deemed adopted for the ensuing fiscal year on a month-to-month basis, with all items in it prorated accordingly, until such time as the Town Council adopts a budget for the ensuing fiscal year. Adoption of the budget shall constitute appropriations of the amounts specified therein as expenditures from the funds indicated and shall constitute a levy of the property tax therein proposed.

• Under conditions which may arise, and which could not have been foreseen in the normal process of budget preparation, the Town Council may, by an affirmative action vote of a majority of the members of the Town Council, then qualified and serving, amend the budget. Such amendments shall be by ordinance.

C. CASH AND INVESTMENTS

The Town's funds are required to be deposited and invested under the terms of a depository contract and investment policy pursuant to state statute. The depository bank deposits for safekeeping and trust with the Town's agent approved pledged securities authorized by Chapter 2257, "Collateral for Public Fund of the Government Code", in an amount sufficient to protect the Town funds on a day-to-day basis during the period of the contract. The pledge of approved securities is waived only to the extent of the depository banks' dollar amount of Federal Deposit Insurance Corporation ("FDIC").

Cash Deposits

At September 30, 2021, the carrying amount of the Town's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was $39,919,294 and the bank balance was $43,547,540. The Town's cash deposits at September 30, 2021 and during the year ended September 30, 2021, were entirely covered by FDIC insurance or by pledged collateral held by the Town's agent bank in the Town's name.

C. CASH AND INVESTMENTS (continued)

Cash and investments as of September 30, 2021 consist of and are classified in the financial statements as follows:

Statement of net position:

	Carrying Value
Primary Government	
Cash and cash equivalents	$ 15,107,415
Restricted assets-cash and cash equivalents	24,811,879
Total cash and cash equivalents	39,919,294
Governmental- Restricted Cash	
Community Services	70,106
Road Maintenance and improvements	2,419,201
Debt service	557,646
Capital Projects	17,467,561
4 A General	1,880,596
Total Governmental	22,395,110
Business-type- Restricted Cash	
Water Infrastructure Installation	2,416,769
Total Business-type	2,416,769
Total Restricted cash	$ 24,811,879

Investments

The Public Funds Investment Act ("Act") (Government Code Chapter 2256) requires the Town to have an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the general purpose financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the Town adhered to the requirements of the Act. Additionally, investment practices of the Town were in accordance with local policies.

Currently, all of the Town's investments are with TexSTAR. TexSTAR is administered by First Southwest Asset Management Inc. and JP Morgan Chase. Together, these organizations bring to the TexSTAR program the powerful partnership of two leaders in financial services with a proven track record in local government investment pool management. TexSTAR is a local government investment cooperative created under the Interlocal Cooperation Act, specifically tailored to meet Texas state and local government investment objectives of preservation of principal, daily liquidity, and competitive yield. The fund is rated AAAm by Standard & Poor's. A request for TexSTAR's financial statement can be made at www.TexStar.org.

C. CASH AND INVESTMENTS (continued)

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Consistent with the requirements of the Public Funds Collateral Act, it is the policy of the Town to require full collateralization of all Town investments and funds on deposit with a depository bank, other than investments which are obligations of the U.S. government and its agencies and instrumentalities.

In order to anticipate market changes and provide a level of security for all funds, it is the Town's policy that the market value of investments securing the deposit of funds shall be at least equal to or not less than 102% of the amount of the deposit of funds, reduced to the extent that the deposits are insured by the FDIC. The market value of collateral will always equal or exceed the principal and accrued interest of deposits at financial institutions. At its discretion, the Town may require a higher level of collateralization for certain investment securities. Securities pledged as collateral shall be held by an independent third party with whom the Town has a current custodial agreement. As of September 30, 2021, The Town is in compliance with this policy.

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the Public Funds Investment Act, the Town's investment policy, or debt agreements and the actual rating as of year-end for each investment type.

The Town will minimize credit risk, the risk of loss due to the failure of security issuer or backer by:

- Limiting investment to the safest types of securities;
- Pre-qualifying the financial institutions and broker/dealers with which the Town will do business;
- Diversifying the investment portfolio so that potential loss on individual securities will be minimized.

C. CASH AND INVESTMENTS (continued)

Interest Rate Risk

Investment rate risk is the risk that changes in market interest rates will adversely affect the fair market value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its market value, to changes in market interest rates. One of the ways that the Town manages its exposure to interest rate risk is by investing mainly in investment pools which purchase a combination of shorter term investments with an average maturity of less than 60 days, thus reducing interest rate risk. The Town monitors interest rate risk inherent in its portfolio by measuring the weighted average maturity of its portfolio. The Town's investment policy has no specific limitations with respect to this metric.

Fair Value of Investments

Fair value is the amount at which a security could be exchanged in a current transaction between willing parties, other than in forced liquidation. GASB 79 created an election option for external investment pools and pool participants to continue to utilize amortized cost accounting, rather than fair value, for certain investment pools, and eliminated the reference to SEC2a-7 guidance. Participants in qualifying pools would be permitted to continue measuring investments at amortized cost if they met certain criteria. The Town's investment pool (TexStar) is in compliance with GASB 79. The Town's investment pool, TexStar, has elected to continue to measure its investments at fair value even though they meet all criteria under GASB 79 to report at amortized cost. The Town has mirrored these valuations.

The Town is required to disclose the fair value of its investments within the fair value hierarchy established by GASB 72. In the fair value hierarchy there are three levels: 1) Inputs that are quoted prices (unadjusted) for identical assets, or liabilities in active markets that a government can access at the measurement date, 2) inputs (other than quoted prices included within level one) that are observable for an asset or liability, either directly or indirectly, 3) unobservable inputs for an asset or liability.

Federal Securities classified as level two of the fair value hierarchy are valued using an evaluation model maintained by surveying the dealer community, obtaining relevant trade dates and spreads, and incorporating information into the evaluation process. U.S. Treasury Notes classified as level two of the fair value hierarchy are valued using an evaluation mode with continuous feeds from live data sources including active market makers and inter-dealer brokers.

The Town invests in TexStar investment pool which maintain a stable net asset value (NAV) of $1 per share using the fair value method. The Town has no unfunded commitments to these pools and may redeem investments at any time. As of September 30, 2021 the Town's investments all were classified as level two according to GASB 72, except for the pools which are exempt from the level of fair value disclosure because they are valued either at NAV or amortized cost.

C. CASH AND INVESTMENTS (continued)

SUMMARY OF INVESTMENTS AND CASH EQUIVALENTS, RELATED WEIGHTED AVG.MATURITY, AND FAIR VALUE MEASUREMENTS

Investment Type	Amount	Minimum Legal Rating	Rating as of Year End	Average Maturity
TexStar	$ 15,872,130	N/A	AAA-m	39 days

D. RECEIVABLES

Receivables as of year-end for the government's individual major funds and non-major funds, including the applicable allowances for uncollectible accounts, are as follows:

	General	Debt Service	Other Governmental Funds	Utility Fund	Total
Receivables:					
Taxes	$ 893,097	$ 14,614	$	$ -	$ 907,711
Fees and Charges	2,048,190	-	36,331	1,093,512	3,178,033
Gross Receivables	2,941,287	14,614	36,331	1,093,512	4,085,744
Less:					
Allowance for uncollectibles	$ (1,961,564)	$ (6,576)	$	$ (879)	$ (1,969,019)
Net Total Receivables	$ 979,723	$ 8,038	$ 36,331	$ 1,092,633	$ 2,116,725

Allowance for un-collectables:

Approximately 98%, or $1,966,591, of the allowance represents older outstanding court warrants that that have been deemed as potentially uncollectable.

E. NOTE RECEIVABLE

The Sunnyvale 4A Development Corporation agreed to pay a portion of the Town's 2013 Refunding Bond by remitting to the Town from the receipts of local sales and use taxes received by the Corporation to pay a portion of the principal and interest on the bonds.

	Balance 9/30/2020	Additions	Decreases	Balance 9/30/2021	Due within One Year
Note receivable-4A Dev	$ 312,576	$ -	36,238	$ 276,338	$ 37,254

Requirement as follows:

Year Ending Sept 30	Payment
2022	37,254
2023	37,356
2024	38,366
2025	40,176
2026	40,760
2027 - 2028	82,426
	276,338

F. CAPITAL ASSETS

Capital asset activity for the period ended September 30, 2021 was as follows:

	Balance 9/30/2020	Transfers	Additions	Decreases	Balance 9/30/2021
Governmental Activities:					
Capital assets not being depreciated:					
Land	$ 1,619,679	$ -	$ 990,544	$ -	$ 2,610,223
Construction in progress	7,358,058	-	3,538,657	-	10,896,715
Total capital assets not being depreciated	8,977,737	-	4,529,201	-	13,506,938
Capital assets being depreciated:					
Buildings & Improvements	5,410,794	-	-	-	5,410,794
Machinery and equipment	5,204,318	-	164,250	-	5,368,568
Infrastructure	12,623,613	-	-	-	12,623,613
Total capital assets being depreciated	23,238,725	-	164,250	-	23,402,975
Less accumulated depreciation for:					
Buildings & Improvements	(1,889,398)	-	(135,215)	-	(2,024,613)
Machinery and equipment	(3,463,778)	-	(282,924)	-	(3,746,702)
Infrastructure	(3,021,876)	-	(368,239)	-	(3,390,115)
Total accumulated depreciation	(8,375,052)	-	(786,378)	-	(9,161,430)
Total capital assets being depreciated, net	14,863,673	-	(622,128)	-	14,241,545
Governmental activities capital assets, net	$ 23,841,410	$ -	3,907,073	$ -	$ 27,748,483

F. CAPITAL ASSETS (continued)

	Balance 9/30/2020	Transfers	Additions	Retirements	Completed Construction	Balance 9/30/2021
Business-Type Activities						
Capital assets not being depreciated:						
Land	$ 127,225	$ -	-	$ -	$ -	$ 127,225
Construction in progress	154,100	-	55,620	-	-	209,720
Total capital assets not being depreciated	281,325	-	55,620	-	-	336,945
Capital assets being depreciated:						
Buildings	6,682,368	-	-	-	-	6,682,368
Machinery and equipment	961,290	757,812	-	-	-	1,719,102
Infrastructure	27,564,811		-	-	-	27,564,811
Total capital assets being depreciated	35,208,469	757,812	-	-	-	35,966,281
Less accumulated depreciation for:						
Buildings	(1,311,897)	-	(132,235)	-	-	(1,444,133)
Machinery and equipment	(540,630)	-	(71,645)	-	-	(612,274)
Infrastructure	(6,311,101)		(544,088)			(6,855,189)
Total accumulated depreciation	(8,163,628)	-	(747,968)	-	-	(8,911,596)
Total capital assets being depreciated, net	27,044,841	757,812	(747,968)	-	-	27,054,685
Business type activities capital assets, net	$ 27,326,166	$ 757,812	(692,348)	$ -	$ -	$ 27,391,630

F. CAPITAL ASSETS (continued)

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General Government	$ 119,718
Public Safety	230,831
Public Works	312,681
Community Service	13,683
Parks & Recreation	109,465
Total depreciation expense - governmental activities	$ 786,378
Business-type activities	
Utility	747,968
Total depreciation expense- business-type activities	$ 747,968

G. CONSTRUCTION COMMITMENTS

As of September 31, 2021, the Town had one open construction project for enhancements to Collins Road Infrastructure.

H. IMPAIRED CAPITAL ASSETS

The Town of Sunnyvale and management did not take note of any significantly impaired capital assets that are idle at the end of the fiscal year of 2021.

I. LONG-TERM OBLIGATIONS

A summary of long-term debt transactions, including the current portion, for the year ended September 30, 2021, is as follows:

	Balance 9/30/2020	Issued	Decrease	Balance 9/30/2021	Due Within One Year
Governmental activities:					
Refunding bonds	$ 1,830,000	$ -	$ (195,000)	$ 1,635,000	$ 200,000
Certificates of obligation	3,795,000	-	(120,000)	3,675,000	185,000
Tax Note	125,000	-	(125,000)	-	-
Tax Note - series 2019	3,145,000	-	(455,000)	2,690,000	520,000
2019 Tax Note	5,720,000	-	-	5,720,000	20,000
2020 Tax Note	6,355,000	-	-	6,355,000	80,000
Plus: Issuance premiums	2,172,958	-	(34,332)	2,138,626	(34,332)
Minus: Issuance discounts	(27,356)	-	1,617	(25,739)	1,617
Total bonds payable	23,115,602	-	(927,715)	22,187,887	972,285
Capital Leases	592,202	-	(121,954)	470,248	124,833
Total lease payable	592,202	-	(121,954)	470,248	124,833
Net pension Liability	479,070	-	(36,851)	442,219	-
Net OPEB Liability	94,765	27,920	-	122,685	-
Compensated absences	282,767	94,243		377,010	-
Governmental activity long-term liabilities	$ 24,564,406	$ 122,163	$ (1,086,520)	$ 23,600,049	$ 1,097,118

I. LONG-TERM OBLIGATIONS (continued)

	Balance 9/30/2020	Issued	Decrease	Balance 9/30/2021	Due Within One Year
Business-type activities:					
Water & Sewer					
Refunding Bonds	$ 1,380,000	$ -	$ (155,000)	$ 1,225,000	$ 160,000
2020 GO Refunding	1,845,000		(140,000)	1,705,000	150,000
2020 CO	3,105,000		(80,000)	3,025,000	110,000
Plus: Issuance Premiums	713,846		(50,177)	663,669	13,223
Total Bonds Payable	7,043,846	-	(425,177)	6,618,669	433,223
Notes Payable	96,012	-	(12,006)	84,006	12,004
Minus: Issuance discounts	(28,566)	-	3,571	(24,996)	(3,572)
Total Notes Payable	67,446	-	(8,435)	59,011	8,432
Net pension liability	99,370	-	(7,644)	91,726	-
Net OPEB Liability	22,315	5,185	-	27,500	-
Compensated absences	38,922	26,086	(24,142)	40,866	-
Business-type activities Long- Term liabilities	$ 7,271,899	$ 31,271	$ (465,398)	$ 6,837,772	$ 441,655

General obligation bonds

The general obligation bonds are backed by the full faith and credit of the Town and are payable from property taxes.

Refunding bonds and certificates of obligation

The refunding bonds and certificates of obligation are payable from the net revenues of the Utility Fund and from property taxes received by the Town.

Compensated Absences

Compensated absences represent the estimated liability for employees' accrued vacation leave for which employees are entitled to be paid upon termination. The retirement of this liability is typically paid from the General or Proprietary Fund, based on the assignment of an employee at date of termination.

I. LONG-TERM OBLIGATIONS (continued)

Changes in Governmental Long-term Debt (continued)

Changes in Governmental Long-term Debt

Description	Interest Rate Payable	Amounts Original Issue	Amounts Outstanding 30-Sep 2020	Issued	Retired	Amounts Outstanding 30-Sep 2021	Due Within One Year
2013 GO Refunding	2.50%	$ 4,295,000	$ 1,830,000	$ -	$ (195,000)	$ 1,635,000	$ 200,000
2017 Certificate of Obligation	3.00%	4,045,000	3,795,000	-	(120,000)	3,675,000	185,000
2014 Tax Note	1.62%	785,000	125,000	-	(125,000)	-	-
2019 Tax Note	1.80%	3,560,000	3,145,000	-	(455,000)	2,690,000	520,000
2019 Certificates of Obligation	2.50 - 4.00%	5,720,000	5,720,000	-	-	5,720,000	-
2020 Certificates of Obligation	2.50 - 4.00%	6,355,000	6,355,000	-	-	6,355,000	80,000
Total Bonds Payable		24,760,000	20,970,000	-	(895,000)	20,075,000	985,000
Capital Lease		470,349	470,349	-	(61,575)	408,774	75,201
Capital Lease- BOK	1.81%	492,554	121,853	-	(60,379)	61,474	61,474
Total Capital Lease Payable		962,903	592,202	-	(1,016,954)	470,248	1,121,675
Net Pension Liability		-	479,070	-	(36,851)	442,219	-
Net OPEB Liability		-	94,765	27,920	-	122,685	-
Compensated balances		-	282,767	206,826	(112,583)	377,010	-
Totals		$ 25,722,903	$ 22,418,804	$ 234,746	$ (2,061,388)	$ 21,487,162	$ 1,121,675

Debt service requirements are as follows:

Year Ending September 30:	Principal	Interest
2022	925,000	703,065
2023	1,020,000	680,715
2024	1,115,000	655,635
2025	1,205,000	627,345
2026	1,245,000	594,645
2027 - 2031	4,935,000	2,408,815
2032 - 2036	5,430,000	1,400,600
2037 - 2040	4,200,000	325,000
	$ 20,075,000	$ 7,395,820

A brief discussion of each bond issuance as follows:

$4,295,000 - Series 2013 Refunding General Obligation Bonds issued in April 2013 to refund a portion of the Town's outstanding debt. The Bonds mature in September 2028.

$785,000 - 2014 Tax Note issued in November 2014 for the purpose of purchasing land and a building for law enforcement facilities. The Note matures in February 2021.

$4,045,000 - 2017 Certificate of Obligation issued in April 2017 for the purpose of construction of street improvements to Collins Road. The Certificates mature at various dates through September 2037.

I. LONG-TERM OBLIGATIONS (continued)

$3,560,000 - 2019 Tax Note issued in September 2019 for the purpose of starting up the first Sunnyvale Police Department and other public safety needs. The Note mature at various dates through September 2026.

$5,720,000 – 2019 Certificate of Obligation issued in December 2019 for the purpose of funding Collins Road Phase II engineering and drainage issues along the Tripp Road corridor. The Certificates mature at various dates through February 2040.

$6,355,000 - 2020 Certificate of Obligation issued in June 2020 for the purpose of construction of a fire station, street and bridge improvements. The Certificates mature at various dates through September 2040.

Capital Lease

The Town entered into a capital lease agreement for a 2016 Ford F-350 Ambulance in the amount of $176,125 on December 29, 2015 and a 2016 Spartan Pumper in the amount of $415,429 on February 16, 2016. The lease will be repaid over a seven year period at an interest rate of 1.81%. The Town entered into a capital lease agreement for a 2018 E-One Fire Truck in the amount of $526,409 on February20, 2021, The lease will be repaid over a seven year period at an interest rate of 2.89%. The future minimum lease obligations and the net present value of these minimum lease payments as of September 30, 2021 were as follows:

Year Ending September 30:	Total Requirements
2022	137,789
2023	75,201
2024	75,201
2025	75,201
2026	75,201
2027	75,201
Total minimum note payments	513,794
amount representing interest	43,546
Totals	470,248

I. LONG-TERM OBLIGATIONS (continued)

Changes in Business-type Long-term Debt

Description	Interest Rate Payable	Amounts Original Issue	Amounts Outstanding 30-Sep 2020	Issued	Retired	Amounts Outstanding 30-Sep 2021	Due Within One Year
2013 GO Refunding	2.50%	$ 2,370,000	$ 1,380,000	$ -	$ (155,000)	$ 1,225,000	$ 160,000
2020 GO Refunding	3.00 - 4.00%	1,845,000	1,845,000	-	(140,000)	1,705,000	150,000
2020 CO	2.50 - 4.00%	3,105,000	3,105,000	-	(80,000)	3,025,000	110,000
Total Bonds Payable		7,320,000	6,330,000	-	(375,000)	5,955,000	420,000
Infrastructure Repayment		192,062	96,012		(12,006)	84,006	12,004
Net Pension Liability		-	99,370	-	(7,644)	91,726	-
Net OPEB Liability		-	22,315	5,185		27,500	-
Compensated balances		-	38,922	26,086	(24,142)	40,866	-
Totals		7,512,062	6,586,619	31,271	(418,792)	6,199,098	432,004

Debt service requirements are as follows:

Year Ending September 30:	Principal	Interest
2022	420,000	207,575
2023	425,000	195,613
2024	445,000	182,975
2025	460,000	169,400
2026	470,000	154,200
2027 - 2031	2,005,000	528,350
2032 - 2036	885,000	260,100
2037 - 2040	845,000	69,300
Totals	$ 5,955,000	$ 1,767,513

I. LONG-TERM OBLIGATIONS (continued)

Changes in Business-type Long-term Debt (continued)

A brief discussion of each bond issuance as follows:

$2,370,000 Series 2013 Refunding General Obligation Bonds issued in April 2013 to refund a portion of the Town's outstanding debt. The Bonds mature in September 2028.

$3,105,000, 2020 Certificate of Obligation issued in June 2020 for the purpose of replacing sewer lines and related infrastructure in the Harris Addition housing development. The Certificates mature in September, 2040.

$1,845,000 2021 General Obligation Refinanced Series 2011 related to the water tower project. The Certificates mature in September, 2031. The I&S rate supports this debt.

Note Payable

In fiscal year 2007, the Town executed an infrastructure repayment agreement with the Texas Department of Agriculture's Rural Economic Development Division. Under the terms of the agreement, the Town agreed to repay program income to the Texas Department of Agriculture in an amount up to $192,100. The note is noninterest bearing. However, to reflect the time value of money, the liability recorded in the financial statements reflects future payments discounted at an imputed interest rate of 5.00%. Payments will be made in no more than two hundred and forty equal monthly installments beginning the first (1st) day of the third (3rd) month following the completion date or occupancy by the beneficiary, whichever comes first. The amount of funds to be repaid as of September 30, 2021 totals $84,008. The amount due within one year totals $12,004.

Year Ending September 30:		Minimum Obligation
2022		12,004
2023		12,004
2024		12,004
2025		12,004
2026		12,004
2027 - 2028		23,988
Total minimum note payments	$	84,008
Less: amount representing interest		-
Present value of note payments	$	84,008

J. OPERATING LEASES

The Town leases copiers from DeLange to provide equipment for the printing, copying, faxing, and scanning needs of the Town during daily operation. The total cost for the copier leases was $35,671 for the year ended September 30, 2021. The Town also leases a postage machine from Pitney Bowes. The total cost for the postage machine lease was $2,928 for the year ended September 30, 2021. The future minimum payments for these leases are as follows:

Year Ending 30-Sep	Pitney Bowes	DeLange	Total
2021	$ 1,464	$ 2,609	4,073
Total	1,464	2,609	4,073

K. PENSION PLAN

For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of TMRS and additions/deductions from TMRS's fiduciary net position have been determined on the same basis as they are reported by the Plan. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

1. Plan Description

The Town provides pension benefits for all its eligible employees through a non-traditional, joint contributory, hybrid defined benefit plan administered by the Texas Municipal Retirement System ("TMRS"). TMRS is an agency created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code ("TMRS Act") as an agent multiple employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401(a) of the Internal Revenue Code. TMRS issues a publicly available comprehensive annual financial report ("CAFR") that can be obtained at www.tmrs.com.

All eligible employees of the Town are required to participate in TMRS.

2. Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefits provisions are adopted by the Town Council, within the options available in the statutes governing TMRS.

K. PENSION PLAN – continued

2. Benefits Provided - continued

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the town-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

Employees covered by benefit terms:

At the December 31, 2020 valuation and measurement date, the following employees were covered by the benefit terms:

	Plan Year	
	2020	2019
Retirees or beneficiaries currently receiving benefits	20	20
Inactive employees entitled to but not yet receiving benefits	46	39
Active employees	72	46
	138	105

3. Contributions

The contribution rates for employees in TMRS are either 5%, 6%, or 7% of employee gross earnings, and the Town matching percentages are either 100%, 150%, or 200%, both as adopted by the Town Council. Under the state law governing TMRS, the contribution rate for each town is determined annually by the actuary, using the Entry Age Normal ("EAN") actuarial cost method. The actuarially determined rate is the estimated amount necessary to finance the cost of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Employees for the Town were required to contribute 6.00% of their annual gross earnings during the fiscal year. Contribution rates for the Town were 11.88% and 12.13% in calendar years 2020 and 2018, respectively. The Town's contributions to TMRS for the fiscal year ended September 30, 2021 were $387,693.

K. PENSION PLAN – continued

4. Net Pension Liability

The Town's Net Pension Liability ("NPL") was measured as of December 31, 2020, and the Total Pension Liability ("TPL") used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial assumptions:

The Total Pension Liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Overall payroll growth	3.0%, per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members, retirees, and beneficiaries were based on the gender-distinct RP2000 Combined Healthy Mortality Table, with male rates multiplied by 109% and female rates multiplied by 103%. Based on the size of the Town, rates are multiplied by a factor of 100%. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements. For disabled annuitants, the gender-distinct RP2000 Combined Healthy Mortality Tables with Blue Collar Adjustments are used with males rates multiplied by 109% and female rates multiplied by 103% with a 3-year set-forward for both males and females. In addition, a 3% minimum mortality rate is applied to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by scale BB to account for future mortality improvements subject to the 3% floor.

K. PENSION PLAN – continued

4. Net Pension Liability - continued

Actuarial assumptions used in the December 31, 2020 valuations were based on the results of actuarial experience studies. The experience study in TMRS was for the period December 31, 2010 through December 31, 2014. Healthy post-retirement mortality rates and annuity purchase rates were updated based on a Mortality Experience Investigation Study covering 2009 through 2011, and dated December 31, 2013. These assumptions were first used in the December 31, 2013 valuation, along with a change to the Entry Age Normal (EAN) actuarial cost method. Assumptions are reviewed annually. No additional changes were made for the 2017 valuation. After the Asset Allocation Study analysis and experience investigation study, the Board amended the long-term expected rate of return on pension plan investments from 7% to 6.75%. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding need of TMRS.

The long-term expected rate of return on pension plan investment is 6.75%. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the TMRS Board of Trustees. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income, in order to satisfy the short-term and long-term funding needs of TMRS.

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions were made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

K. PENSION PLAN - continued

4. Net Pension Liability - continued

Changes in Net Pension Liability (Asset)

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at 12/31/2019	$ 6,643,715	$ 6,047,263	$ 596,452
Changes for the year:			
Service cost	598,178	-	598,178
Interest (on the Total Pension liability)	460,848	-	460,848
Change in benefit terms	-	-	-
Difference between expected and actual experience	7,767	-	7,767
Changes in assumptions	-	-	-
Benefit payments, including refunds of employee contributions	(230,842)	(230,842)	-
Contribution - employer	-	434,804	(434,804)
Contribution - employee	-	221,274	(221,274)
Net investment income	-	459,682	(459,682)
Administrative expense	-	(2,970)	2,970
Other	-	(116)	116
			-
Net changes	835,951	881,832	(45,881)
Balance as of December 31, 2020	$ 7,479,666	$ 6,929,095	$ 550,571

Sensitivity of the net position liability to change in the discount rate

The following presents the net pension liability of the Town, calculated using the discount rate of 6.75%, as well as what the Town's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.75%) or 1-percentage-point higher (7.75%) than the current rate:

	1% Decrease in Discount Rate 5.75%	Current Single Rate Assumption 6.75%	1% Increase in Discount Rate 7.75%
City's net pension liability	$ 1,772,037	$ 550,571	$ (423,942)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately-issued TMRS financial report. That report may be obtained on the internet at www.tmrs.com.

K. PENSION PLAN (continued)

5. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2021, the Town recognized pension expense of $327,437.

At September 30, 2021, the Town reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	$ 440,792	$ -
Differences between expected and actual economic experience	31,383	13,285
Changes in actuarial assumptions		9,014
Differences between projected and actual investment earnings	197,916	370,476
Total	$ 670,091	$ 392,775

$303,682 reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the measurement year ending December 31, 2021 (i.e. recognized in the City's financial statements September 30, 2021). Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Measurement Year Ended December 31,	Amount
2021	$ (64,978)
2022	9,566
2023	(97,765)
2024	(10,299)
2025	-
Thereafter	-
Total	$ (163,476)

K. PENSION - continued

6. Group-term Life Insurance

The Town also participates in the cost sharing multiple-employer defined benefit group-term life insurance plan operated by the TMRS known as the Supplemental Death Benefits Fund ("SDBF"). The Town elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The Town may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1 of any year to be effective the following January 1.

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (calculated based on the employee's actual earnings, for the 12-month period preceding the month of death); retired employees are insured for $7,500; this coverage is an "other postemployment benefit", or OPEB.

The Town contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year; the intent is not to pre-fund retiree term life insurance during employees' entire careers.

Total OPEB Liability

The Town's total OPEB liability of $152,745 was measured as of December 31, 2020, and was determined by an actuarial valuation as of that date.

The total OPEB liability in the December 31, 2020 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
Salary increases	3.50% to 11.5% including inflation
Discount rate	2.00%
Retirees' share of benefit related costs	$ -0-

*The discount rate was based on the Fidelity Index's "20-Year Municipal GO AA index" rate as of December 31, 2017. Mortality rates - service retirees:

RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB.

K. PENSION PLAN (continued)

6. Group-term Life Insurance - Continued

Mortality rates - disabled retirees:

RP2000 Combined Mortality Table with Blue Collar Adjustment with male rates multiplied by 109% and female rates multiplied by 103% and then 3 year set-forward for both males and females. The rates are projected on a fully generational basis with scale BB to account for future mortality improvements subject to the 3% floor.

The actuarial assumptions used in the December 31, 2020 valuation were based on the results of an actuarial experience study for the period December 31, 2010 to December 31, 2014.

Changes in the Total OPEB Liability:

	2020	2019
Total OPEB Liability - beginning of year	$ 121,622	$ 89,497
Changes for the year		
Service Cost	12,539	8,286
Interest on Total OPEB Liability	3,497	3,454
Changes of benefit terms	-	-
Differences between expected and actual experience	(3,476)	660
Changes in assumptions or other inputs	20,033	20,799
Benefit payments **	(1,470)	(1,074)
Net Changes	31,123	32,125
Total OPEB Liability - end of year	$ 152,745	$ 121,622

The following presents the Total OPEB Liability of the Town, as well as what the Town's Total OPEB Liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.75 percent) or 1-percentage-point higher (3.75%) than the current discount rate.

	1 % Decrease 1.00%	Current Discount Rate 2.00%	1% Increase 3.00%
Total OPEB Liability	$ 187,310	$ 152,745	$ 126,674

K. PENSION PLAN (continued)

6.Group-term Life Insurance - Continued

Deferred (Inflows)/Outflows of Resources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 448	$ 4,676
Changes in assumptions and other inputs	32,890	2,940
Contributions made subsequent to measurement date	5,415	-
Total	$ 38,753	$ 7,616

Amounts reported as deferred outflows of resources and deferred inflow of resources related to OPEB will be recognized in OPEB expense as follows:

	Net deferred outflows (inflows) of resources
2021	$ 5,715
2022	5,546
2023	4,822
2024	6,233
2025	3,406
Thereafter	-
Total	$ 25,722

L. HEALTH CARE COVERAGE

During the year ended September 30, 2021, employees of the Town were covered by a health insurance plan with Texas Municipal League Intergovernmental Employee Benefit Pool ("TMLIEBP"). The Town contributed $488 per month. In addition, a monthly amount, $79.00 was credited to a Health Reimbursement Account ("HRA") for each employee. The Town also paid the monthly premium for a $10,000 life insurance and accidental death and dismemberment ("AD&D") protection for each employee. The Town paid 100% of monthly premiums for full-time employees. The Town did not pay for dependent coverage; however, it was available to employees at their option and was paid through payroll deductions.

M. INSURANCE COVERAGE

In accordance with state statute, the Town was protected against unanticipated catastrophic individual or aggregate loss by stop-loss coverage carried through Texas Municipal League, a commercial insurer licensed and eligible to do business in Texas, in accordance with the Texas Insurance Code. Stop-loss coverage was in effect for individual claims exceeding $125,000 and for aggregate loss. According to the latest actuarial opinion, dated October 1, 2015, the unfunded claim benefit obligation included no reported claims that were unpaid and no estimated claims incurred, but not reported.

N. RISK MANAGEMENT

The Town is exposed to various risks of loss related to torts, theft, damage or destruction of assets, errors and omissions, injuries to employees, and natural disasters. The Town had general liability coverage at a cost that is considered to be economically justifiable by joining together with other governmental entities in the State as a member of the Texas Municipal League Intergovernmental Risk Pool ("TML"). TML is a self-funded pool operating as a common risk management and insurance program. The Town pays an annual premium to TML for its insurance coverage. The agreement for the formation of TML provides that TML will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of acceptable risk levels; however, each category has its own level of reinsurance. The Town continues to carry commercial insurance for other risks of loss. There were no significant reductions in commercial insurance coverage in the past fiscal year and settled claims resulting from these risks have not exceeded coverage in any of the past three fiscal years.

O. LITIGATION

The Town is a party to various legal proceedings arising in the ordinary course of its operations. Management believes that the Town has adequate legal defenses and/or insurance coverage respecting each of these actions.

P. ADDITIONAL WATER AND SEWER INFORMATION

The following information is included at the request of the Texas Water Development Board for the year under audit.

Water Accountability Report:

Gallons Purchased	732,206,000	Gallons Billed	546,826,319

P. ADDITIONAL WATER AND SEWER INFORMATION - continued

The Town secures its water supply and sewer services from the North Texas Municipal Water District ("District"), a district authorized by the Texas Constitution, Article XVI, Section 59, created by the Texas Legislature, Article 8280-141; and authorized to act by the confirming vote of the majority of the qualified voters in each of the cities comprising the District. The District has police, taxation, and eminent domain power and is authorized to issue revenue and/or tax bonds upon approval by the Attorney General of the State of Texas and functions as a political subdivision of the State of Texas independent of the Town. The District is governed by a 17-member board ("Board"). The Board has full power and discretion to establish its budget and to set the rates for the services it provides by contract with its member cities and customers. The Board is empowered by statute and contract, or otherwise permitted by law, to discontinue a facility or service in order to prevent an abuse or to enforce payment of an unpaid charge, fee or rental due to the District. Because of these factors, the District is not included in the Town's basic financial statements.

The Town purchases its water from the North Texas Municipal Water District ("NTMWD"). Each year, NTMWD calculates the cost of water based upon the previous year's usage. The Town currently pays $3.04 per thousand gallons for water with the total cost for this current fiscal year being $2,211,732.

Q. TRANSFERS

Transfers between funds during the fiscal year were as follows:

Fund	Transfers Out	Transfers In	Total
General Fund	$ 15,000	$ 40,000	$ (25,000)
Other Governmental Funds		100,000	(100,000)
Water and Sewer Funds	125,000	-	125,000
Total Major Funds	$ 140,000	$ 140,000	$ -

Transfers are used to 1) transfer debt service payments and 2) fund general administrative operations.

R. RELATED PARTY TRANSACTIONS

The Town's Finance Director is married to the owner of Digital Security Systems, a company which services the security system of the Town. During the year ended September 30, 2021, the Town incurred $1,661 with Digital Security Systems. No amounts were outstanding as of September 30, 2021.

S. SUBSEQUENT EVENTS

The Town has evaluated all events and transaction that occurred after September 30, 2021 up through April 18, 2022, the date the financial statements were available to be issued.

- In the 2021-2022 General Fund budget, after rolling forward lapsed appropriations, (budget amendment), the result is equivalent operating days in reserve of approximately 144 days; which is 54 above the 90 days set as a goal of the Town contained in the Fund Balance Ordinance.
- The Town Council approved using excess working capital in the amount of $311,868 to fund the following initiatives.
    - GIS Map Updates.
    - Scanning of Utility Plans.
    - Addition of 3 new Fire Department positions.
    - Small tools and equipment for vehicles.
    - Additional equipment for Parks and Public Works.
- The Town Council approved Resolution 21-43 to execute and Advanced Funding Agreement with the Texas Department of Transportation for the design of Collins Road improvements between Tripp Road and Town East Boulevard. TxDOT will provide $450,000 towards the cost of the project and the Town portion will be funded from existing Certificates of Obligation issued for Collins Road.

- The Town Council approved Resolution 21-44 to execute and Advanced Funding Agreement with the Texas Department of Transportation for the reconstruction of Tripp Road to The Falls Drive to Belt Line Road. TxDOT will provide 80 percent of the funding up to $800,000. The Town's contribution will be $200,000 plus any overage from the estimated amount. This will be funded as part of the DMAIC street maintenance program.

- AFA TxDOT Barnes Bridge.

- The Town Council approved Resolution 21-46 entering into a PSA with Dallas County to re-stripe Belt Line Road and a portion of Collins Road within the Town limits. The total cost o4 $7,826 will be split between the Town and Dallas County. The town's cost will be funded from the annual street maintenance account.

- The Town Council approved Resolution 2022-01 approving a professional services agreement between the Town and PTG, Inc. for Right-Of-Way and easement acquisition for the East Tripp Road drainage improvements project not to exceed $57,000. Funding for this project will be from the 2019 Certificates of Obligations proceeds as part of the overall drainage project.

- The Town Council approved Resolution 2022-02 approving a professional services agreement between the Town and Alliance Geotechnical Group for construction materials testing on the Fire Station project not to exceed $76,250.75. Funding will be from bond proceeds for the overall project.

S. SUBSEQUENT EVENTS - Continued

- In the 2021-2022 Water Revenue Fund budget, the Town Council approved approximately $191,925 in excess working capital to fund the following initiatives.
    - Assistant Town Engineer position
    - Additional vehicle for Assistant Town Engineer
    - Vacuum trailer for Public Works
- The remaining funds were amended to roll forward lapsed appropriations.

During this time, management is not aware of any other events requiring financial statement disclosure other than those mentioned within the report.

T. SUNNYVALE 4A DEVELOPMENT CORPORATION

The 4A Escrow account was formed upon the voter approved dissolution of the 4A Economic Development Corporation to satisfy remaining obligations that include a note payable to debt service, incentives outstanding, labor and benefits and legal services.

The 4A Economic Development Corporation ("4A") had been financed with a voter approved ¼ of 1% of sales tax to aid, promote and further the economic development within the Town

1. Deposits and Investments

Cash Deposits

At September 30, 2021, the carrying amount of 4A's deposits (cash, certificates of deposit, and interest-bearing savings accounts included in temporary investments) was $376,048 and the bank balance was $376,048. 4A's cash deposits at September 30, 2021 and during the year ended September 30, 2021 were entirely covered by FDIC and pledged collateral held by 4A's agent bank in 4A's name. Cash and investments as of September 30, 2021 consist of and are classified in the accompanying financial statements as follows:

Statement of net position:

4A Development Corporation	
Restricted assets-cash and	
Cash Equivalents	$ 376,048
Total Cash and Cash Equivalents	$ 376,048

T. SUNNYVALE 4A DEVELOPMENT CORPORATION - Continued

2. Long-term Obligations

The Sunnyvale 4A Development Corporation agreed to pay a portion of the Town's 2013 Refunding Bond by remitting to the Town from the receipts of local sales and use taxes received by 4A to pay a portion of the principal and interest on the bonds. 4A remitted $34,998 to the Town during fiscal year 2021. The outstanding amount owed to the Town as of September 30, 2021 totaled $276,336. Note payable requirements are as follows:

	Beginning Balances	Issued	Decreased	Ending Balance	Due Within One Year
Governmental Activities					
Notes payable- Town	$ 312,574	$ -	$ (36,238)	$ 276,336	$ 37,254

Debt service requirements are as follows:

Year ending 30-Sep	Payment
2022	37,254
2023	37,356
2024	38,366
2025	40,176
2026	40,965
2027 - 2028	82,219
	$ 276,336

U. SUNNYVALE 4B DEVELOPMENT CORPORATION

The 4B Development Corporation ("4B") is financed with a voter approved one half of one percent sales tax to promote and retain business development within the Town through enhancements and expansions of the local economy. Under a contract between 4B and the Town, the Town provides financial services for 4B.

1. Stewardship, Compliance and Contractual Provisions

   a. Finance-related Legal and Contractual Provisions

In accordance with GASB Statement No. 38, "Certain Financial Statement Note Disclosures", violations of finance- related legal and contractual provisions, if any, are reported below, along with actions taken to address such violations.

Violation	Action Taken
None	N/A

   b. Deficit Fund Balance of Fund Net Position of Individual Funds

Following are funds having deficit fund balances or deficit fund net position at fiscal year-end, if any along with remarks which address such deficits:

Violation	Action Taken
None	N/A

U. SUNNYVALE 4B DEVELOPMENT CORPORATION - continued

2. Deposits and Investments

Cash Deposits

At September 30, 2021, the carrying amount of the 4B Development Corporation's ("4B") deposits (cash, certificates of deposit and interest-bearing savings accounts included in temporary investments) was $2,812,320 and the bank balance was $2,814,993. 4B's cash deposits at September 30, 2021 and during the year ended September 30, 2021 were entirely covered by FDIC and pledged collateral held by 4B's agent bank in 4B's name.

Cash and investments as of September 30, 2021 consist of and are classified in the accompanying financial statements as follows:

Statement of net position:	
4B Development Corporation	
Cash and cash equivalents	$ 2,812,320

Investments

The Public Funds Investment Act ("Act") requires an annual audit of investment practices. Audit procedures in this area conducted as a part of the audit of the general purpose financial statements disclosed that in the areas of investment practices, management reports, and establishment of appropriate policies, the 4B adhered to the requirements of the Act.

3. Receivables

Accounts receivable at the end of the fiscal year is due from the Town in the amount of $220,856 for collection of sales tax revenues. No allowance for uncollectible is calculated since there is minimal chance that the entire amount will not be collected.

4. Compensated Absences

Compensated absences represent the estimated liability for employees' accrued paid time off for which employees are entitled to be paid upon termination. The detail of 4B's liability for compensated absences as of September 30, 2021 is as follows:

	Amounts Outstanding September 30, 2020	Issued	Retired	Amounts Outstanding September 30, 2021	Due Within One Year
Compensated absences	$ 10,553	$ 4,847	$ -	$ 15,400	$ -

U. SUNNYVALE 4B DEVELOPMENT CORPORATION - Continued

5. Net Pension Liability

4B employees were provided the same pension benefits through the TMRS as the Town employees. See Note K for detailed disclosures of the pension plan and net pension liability.

	Amounts Outstanding September 30 , 2020	Issued	Retired	Amounts Outstanding September 30 , 2021	Due Within One Year
Net Pension liability	$ 18,012	$ -	$ (1,386)	$ 16,626	$
OPEB Liability	4,542	-	(1,982)	2,560	
	$ 22,554	$ -	$ (3,368)	$ 19,186	$ -

6. Subsequent Events

4B has evaluated all events and transactions that occurred after September 30, 2021 up through April 18, 2022, the date the financial statements were available to be issued. The Town Council approved Resolution 20-36A , a 4B Performance Agreement with Settler's Table Restaurant in the amount of $30,000 for reimbursement of qualified expenditures and a sales tax reimbursement in the amount of $20,000.

The Town Council approved Resolution 21-26A, a 4B Performance Agreement with The Athletic Club in the amount of $400,000 for reimbursement of qualified expenditures, a sales tax reimbursement up to $350,000 and $150,000 for job creation and retention.

REQUIRED SUPPLEMENTARY INFORMATION

Town of Sunnyvale
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget Positive
	Original	Final	Actual	(Negative)
Revenues:				
Property taxes	$ 4,342,695	4,342,695	$ 4,302,466	$ (40,229)
Franchise taxes	1,004,000	969,533	921,852	(47,681)
Sales Tax	2,562,000	2,568,250	3,037,816	469,566
Fines and forefeitures	438,700	438,700	273,119	(165,581)
Licenses and Permits	491,150	491,150	1,099,596	608,446
Charge for Services	145,000	145,000	180,155	35,155
Investment Income	40,000	40,000	36,575	(3,425)
Intergovernmental-state and local	229,000	229,000	223,453	(5,547)
Miscellaneous	30,000	110,000	153,390	43,390
Total revenues	9,282,545	9,334,328	10,228,422	894,094
Expenditures:				
General Government	2,053,180	2,059,430	1,787,833	271,597
Capital Outlay	26,000	26,000	8,840	17,160
Total General Government	2,079,180	2,085,430	1,796,673	288,757
Public Safety				
Police	2,770,050	2,793,050	2,614,578	178,472
Fire	1,486,800	1,486,800	1,457,391	29,409
Capital Outlay	173,000	173,000	2,261	170,739
Total Public safety	4,429,850	4,452,850	4,074,230	378,620
Public Services and Operations				
Public Services and Operations	884,884	981,500	834,417	147,083
Total Public Services	884,884	981,500	834,417	147,083
Public Works				
Public Works	627,726	3,130,624	306,095	2,824,529
Total Public Works	627,726	3,130,624	306,095	2,824,529
Parks and recreation				
Parks	661,110	661,110	606,795	54,315
Total Parks and Recreation	661,110	661,110	606,795	54,315
Library				
Library	227,795	227,795	214,248	13,547
Total Library	227,795	227,795	214,248	13,547
Total expenditures	8,910,545	11,539,309	7,832,458	3,706,851
Excess (deficiency) of revenues over (under) expenditures	372,000	(2,204,981)	2,395,964	4,600,945
Other Revenue and financing sources (uses):				
Capital lease	(397,000)	(397,000)	(259,424)	137,576
Transfers	25,000	25,000	25,000	-
Total other financing sources (uses)	(372,000)	(372,000)	(234,424)	137,576
Net change in fund balances	-	(2,576,981)	2,161,540	4,738,521
Fund balances/Equity, beginning of the year	7,373,563	7,373,563	7,373,563	-
Fund balances/Equity, End of the year	$ 7,373,563	$ 4,796,582	$ 9,535,103	$ 4,738,521

Town of Sunnyvale
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CHANGES IN NET PENSION LIABILITY (ASSET) AND RELATED RATIOS
LAST SEVEN FISCAL YEARS (PREVIOUS YEARS ARE NOT AVAILABLE)

	Measurement Year 2020	Measurement Year 2019	Measurement Year 2018	Measurement Year 2017	Measurement Year 2016	Measurement Year 2015
Total Pension Liability						
Service cost	$ 598,178	$ 420,447	$ 357,726	$ 321,161	$ 295,043	$ 258,084
Interest (on the Total Pension Liability)	460,848	415,086	385,554	351,770	322,942	306,981
Changes of benefit terms	-	-	-	-	-	-
Difference between expected and actual experience	7,767	51,088	(63,739)	15,749	(15,243)	(17,673)
Change of assumptions	-	(17,984)	-	-	-	28,957
Benefits payments, including refunds of employee contributions	(230,842)	(328,254)	(218,505)	(194,424)	(183,001)	(208,896)
Net Change in Total Pension Liability	835,951	540,383	461,036	494,256	419,741	367,453
Total Pension Liability - Beginning	6,643,715	6,103,332	5,642,296	5,148,040	4,728,299	4,360,846
Total Pension Liability - Ending	$ 7,479,666	$ 6,643,715	$ 6,103,332	$ 5,642,296	$ 5,148,040	$ 4,728,299
Plan Fiduciary Net Position						
Contributions - employer	$ 434,804	$ 311,546	$ 274,303	$ 244,031	$ 231,142	$ 213,509
Contributions - employee	221,274	160,374	138,653	122,425	113,770	100,162
Net investment income	459,682	792,043	(152,102)	597,290	262,691	5,581
Benefit payments, including refunds of employee contributions	(230,842)	(328,254)	(218,505)	(194,424)	(183,001)	(208,896)
Administrative expense	(2,970)	(4,469)	(2,939)	(3,096)	(2,969)	(3,400)
Other	(116)	(133)	(153)	(157)	(160)	(168)
Net Change in Plan Fiduciary Net Position	881,832	931,107	39,257	766,069	421,473	106,788
Plan Fiduciary Net Position - Beginning	6,047,263	5,116,158	5,076,901	4,310,832	3,889,359	3,782,571
Plan Fiduciary Net Position - Ending	$ 6,929,095	$ 6,047,265	$ 5,116,158	$ 5,076,901	$ 4,310,832	$ 3,889,359
Net Pension Liability - Ending	$ 550,571	$ 596,450	$ 987,174	$ 565,395	$ 837,208	$ 838,940
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	92.64%	91.02%	83.83%	89.98%	83.74%	82.26%
Covered Employee Payroll	$ 3,687,902	$ 2,672,898	$ 2,310,891	$ 2,040,414	$ 1,896,161	$ 1,669,364
Net Pension Liability as a Percentage of Total Pension Liability	14.93%	22.31%	42.72%	27.71%	44.15%	50.26%

Town of Sunnyvale
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CONTRIBUTIONS
LAST TEN FISCAL YEARS

Fiscal Year	(1) Actuarially determined contribution	(2) contribution in relation to the actuarially determined contribution	(3) Contribution excess (deficiency) (2) - (1)	(4) Covered Payroll	(5) Actuarially determinec contributions as a percentage of covered payroll (1)/(4)	(6) Contributions as a percentage of coveredd employee payroll (2)/(4)
2012	167,615	167,615	-	1,402,854	11.95%	11.95%
2013	177,765	177,765	-	1,250,289	14.22%	14.22%
2014	173,488	173,488	-	1,340,708	12.94%	12.94%
2015	188,817	188,817	-	1,406,983	13.42%	13.42%
2016	206,166	206,166	-	1,669,364	12.35%	12.35%
2017	226,781	226,781	-	1,896,161	11.96%	11.96%
2018	242,197	242,197	-	2,040,414	11.87%	11.87%
2019	283,311	283,311	-	2,310,891	12.26%	12.26%
2020	320,748	320,748	-	2,672,898	12.00%	12.00%
2021	434,804	434,804	-	3,687,902	11.79%	11.79%

EXHIBIT B-2
continued

Town of Sunnyvale
REQUIRED SUPPLEMENTARY INFORMATION
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CONTRIBUTIONS (UNAUDITED)
LAST EIGHT FISCAL YEARS (PREVIOUS YEARS ARE NOT AVAILABLE)

Plan Year	**2020**	**2019**	**2018**	**2017**	**2016**	**2015**	**2014**	**2013**
Actuarially Determined Contribution	$ 434,804	$ 320,748	$ 283,311	$ 242,197	$ 226,781	$ 206,166	$ 188,817	$ 173,488
Contributions in relation to the actuarially determined contribution	434,804	320,748	283,311	242,197	226,781	206,166	188,817	173,488
Contribution deficiency (excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ $3,687,902	$ $2,672,898	$ $2,310,891	$ $2,040,414	$ $1,896,161	$ $1,669,364	$ $1,406,983	$ $1,340,708
Contributions as a percentage of covered payroll	11.79%	12.00%	12.26%	11.87%	11.96%	12.35%	13.42%	12.94%

Notes to Schedule of Contributions

Valuation Date:	
Notes	Actuarially determined contribution rates are calculated as of December 31 and become effective in January 13 months later

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	28 years
Asset Valuation Method	10 Year smoothed market; 15% soft corridor
Inflation	2.50%
Salary Increases	3.50% to 10.50% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experienced-based table of rates that are specific to the City's plan of benefits. Last updated for the 2015 valuation pursuant to an experience study of the period 2010 - 2014.
Mortality	RP2000 Combined Mortality Table with Blue Collar Adjustment with males rates multiplied by 109% and female rates multiplied by 103% and projected on a fully generational basis with scale BB.

Other Information

Notes	There were no benefit changes during the year.

Note: Years will continue to be added untill there are 10 years of comparison

Town of Sunnyvale
REQUIRED SUPPLEMENTARY INFORMATION OPEB
TEXAS MUNICIPAL RETIREMENT SYSTEM (TMRS)
SCHEDULE OF CHANGES IN OPEB LIABILITY (ASSET) AND RELATED RATIOS
LAST FOUR FISCAL YEARS (PREVIOUS YEARS ARE NOT AVAILABLE)

Measurement Year	2020	2019	2018	2017
Total OPEB Liability - beginning of year	$ 121,627	$ 89,497	$ 88,056	$ 72,217
Changes for the year				
Service Cost	12,539	8,286	9,012	7,141
Interest on Total OPEB Liability	3,497	3,454	3,049	2,849
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(3,476)	660	(3,663)	-
Changes in assumptions or other inputs	20,033	20,799	(6,033)	6,665
Benefit payments **	(1,475)	(1,069)	(924)	(816)
Net Changes	31,118	32,130	1,441	15,839
Total OPEB Liability - end of year	$ 152,745	$ 121,627	$ 89,497	$ 88,056
Covered Payroll	$ 3,687,902	$ 2,672,898	$ 2,310,891	$ 2,040,414
Total OPEB Liability as a percentage of covered payroll	4.14%	4.55%	3.87%	4.32%

Texas Municipal Retirement System (TMRS) administers a defined benefit group-term life insurance plan know as the Supplemental Death Benefits Fund (SDBF). The SDBF covers both active and retiree benefits with no segreegation of assets, and therefore doesn't meet the definition of a trust under GASB Statement 75 (i.e., no assets are accumulated for OPEB to pay retirement benefits) and as usch the SC+DBF is considered an unfunded OPEB plan.

Changes in assumptions and other inputs reflect the effect of changes in the discount rate each period. The following are the discount rates used each period.

2017	3.31%
2018	3.71%
2019	2.75%
2020	2.00%

** Due to the SDBF being condidered and unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees.

SUPPLEMENTARY INFORMATION

Roadway Impact Fund

Impact Fees are charges or assessments paid by new development in order to generate revenue for capital improvements in response to the developments' impact on services. The revenues presented are based on the expectation of 90 permit requests for the budget year.

Homestead Amenities Fund

The Homestead Amenities Fund was established in 2007 under Ordinance 464 to provide contributions in lieu of amenity construction. Currently the fund is being considered as a source of funds for the Collins Road expansion.

Special Revenue Funds

Revenues that are collected but are restricted and can only be spent under specific guidelines. For these funds, a fund description and fund statement are provided.

- American Heart Association
- Tree Mitigation
- Lone Star Libraries Grant Program
- Court Technology
- Court Security
- Cares Act Grant – COVID 19 related
- Health & Human Services Stimulus – COVID 19 related
- Donations

Capital Projects Funds

The Capital Projects Funds account for the design and construction of the Town's facilities, roads, drainage, parks, and water and sewer systems. Unlike the operating and enterprise budgets, the capital improvements budgets do not conclude at the end of each fiscal year, as many CIP projects remain in progress over several accounting periods. The Town utilizes professional service providers to conduct detailed studies to assist in determining the short- and long-range infrastructure needs. The Town's non-major Capital Project Funds are:

- PEG Capital – to account for Public Education Grant (PEG) fees are charged to communication providers and capital costs associated with PEG facilities, as permitted by law.
- Capital Projects – to account for improvements to the Town's owned infrastructure.

TOWN OF SUNNYVALE
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2021

	Roadway Impact	Homestead Amenities	Special Revenue	PEG Capital	4 A General	Total Other Governmental Funds
ASSETS						
Cash and Investments:						
Restricted	$ 2,079,138	$ 340,063	$ -	$ 70,106	$ 1,880,596	$ 4,369,903
Internal balances	-	-	972,966	-		972,966
Total Assets	$ 2,079,138	$ 340,063	$ 972,966	$ 70,106	$ 1,880,596	$ 5,342,869
LIABILITIES						
Deferred revenue	$ -	$ -	$ 847,552	$ -	$ -	$ 847,552
Due to other funds	188,038	-	-	-	-	188,038
Total Liabilities	188,038	-	847,552	-	-	1,035,590
FUND BALANCES						
Restricted:						
Community services	-	-	-	70,106	-	70,106
Municipal court	-	-	125,414	-	-	125,414
Street Maintenance	1,891,100	340,063	-	-	-	2,231,163
Assigned:					-	
Community development	-	-	-	-	1,880,596	1,880,596
Unassigned	-	-	-	-		-
Total Fund Balances	1,891,100	340,063	125,414	70,106	1,880,596	4,307,279
Total Liabilities, Deferred Inflows of Resources and Fund Balances	$ 2,079,138	$ 340,063	$ 972,966	$ 70,106	$ 1,880,596	$ 5,342,869

TOWN OF SUNNYVALE
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NON-MAJOR GOVERNMENTAL FUNDS
September 30, 2021

	Roadway Impact	Homestead Amenities	Special Revenue	PEG Capital	4 A General	Total Other Governmental Funds
REVENUE						
Impact fees	$ 652,387	$ -	$ 30,382	$ -	$ -	$ 682,769
Donations	-	-	9,530	-	-	9,530
Grant income	-	-	67,330	-	-	67,330
Investment income	16,971	2,540	-	523	16,650	36,684
Total Revenues	669,358	2,540	107,242	523	16,650	796,313
EXPENDITURES						
Current:						
Public services and operations	949,370	-	226,773	-	507,573	1,683,716
Total Expenditures	949,370	-	226,773	-	507,573	1,683,716
Excess (deficiency) of revenues over (under) expenditures	(280,012)	2,540	(119,531)	523	-	(887,403)
Other Revenues and Financing sources (uses)						
Transfers in (Out)	-	-	-	-		-
Total other Financing sources (uses)	-	-	-	-	-	-
Net change in Fund Balances	(280,012)	2,540	(119,531)	523	(490,923)	(887,403)
Fund Balances/Equity, Beginning of year	2,171,112	337,523	244,945	69,583	2,371,519	5,194,682
Fund Balances/Equity, End of year	$ 1,891,100	$ 340,063	$ 125,414	$ 70,106	$ 1,880,596	$ 4,307,279

EXHIBIT C-3

Town of Sunnyvale
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget- Positive
	Original	Final	Actual	(Negative)
REVENUE				
Property taxes	$ 2,004,978	$ 2,004,978	$ 2,014,023	$ 9,045
Investment Income	4,000	4,000	5,699	1,699
Intergovernmental- state & local	36,238	36,238	36,238	-
Total Revenues	2,045,216	2,045,216	2,055,960	10,744
EXPENDITURES				
Current:				
Debt Service				
Principal	1,035,000	1,035,000	1,035,000	-
Interest	827,072	827,072	813,803	13,269
Issuance cost of tax note	-	-	(47,853)	47,853
Total Current Expenditures	1,862,072	1,862,072	1,800,950	61,122
Total Expenditures	1,862,072	1,862,072	1,800,950	61,122
Excess (deficiency) of revenues				
over (under) expenditures	183,144	183,144	255,010	(71,866)
Other Revenues and Financing sources (uses)				
Transfers	100,000	100,000	100,000	-
Total Other Financing Sources (uses)	100,000	100,000	100,000	-
Net Change in Fund Balances	283,144	283,144	355,010	71,866
Fund Balances/Equity, Beginning of year	248,129	248,129	86,437	(161,692)
Fund Balances/Equity, End of year	$ 531,273	$ 531,273	$ 441,447	$ (89,826)

EXHIBIT C-4

Town of Sunnyvale
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget- Positive
	Original	Final	Actual	(Negative)
REVENUE				
Intergovernmental-state & local	$ 1,783,000	$ 1,783,000	$ 1,899,110	$ 116,110
Investment Income	53,850	53,850	6,855	(46,995)
Total Revenues	1,836,850	1,836,850	1,905,965	69,115
EXPENDITURES				
Public works - capital outlay	15,301,389	15,301,389	4,421,862	10,879,527
Total General Government	15,301,389	15,301,389	4,421,862	10,879,527
Debt service:				
Principal retirement	-	-	-	-
Interest and fiscal agent fee	-	-	-	-
Issuance cost of tax note	-	-	-	-
Total debt service	-	-	-	-
Total Expenditures	15,301,389	15,301,389	4,421,862	10,879,527
Excess (deficiency) of revenues over (under) expenditures	(13,464,539)	(13,464,539)	(2,515,897)	10,948,642
Other Revenues and Financing sources (uses)				
Bond Proceeds	-	-	-	-
Premium on Bonds Issued	-	-	-	-
Transfers	-	-	-	-
Total Other Financing Sources (uses)	-	-	-	-
Net Change in Fund Balances	(13,464,539)	(13,464,539)	(2,515,897)	10,948,642
Fund Balances/Equity, Beginning of year	4,355,899	4,355,899	15,867,732	11,511,833
Fund Balances/Equity, End of year	$ (9,108,640)	$ (9,108,640)	$ 13,351,835	$ 22,460,475

EXHIBIT C-5

Town of Sunnyvale
SPECIAL REVEUNE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget- Positive
	Original	Final	Actual	(Negative)
REVENUE				
Impact fees	$ 45,700	$ 45,700	$ 30,382	$ (15,318)
Donations	-	-	9,530	9,530
Miscellaneous	-	847,552	67,330	(780,222)
Total Revenues	45,700	893,252	107,242	(786,010)
EXPENDITURES				
Current:				
Public Services and Operations	45,700	893,708	226,773	666,935
Total Expenditures	45,700	893,708	226,773	666,935
Excess (deficiency) of revenues over (under) expenditures	-	(456)	(119,531)	(119,075)
Net change in Fund Balances	-	(456)	(119,531)	(119,075)
Fund Balances/Equity, Beginning of year	193,524	193,524	244,945	51,421
Fund Balances/Equity, End of year	$ 193,524	$ 193,068	$ 125,414	$ (67,654)

TOWN OF SUNNYVALE EXHIBIT C-6

COMBINING BALANCE SHEET - COMPONENT UNITS

September 30, 2021

	Sunnyvale 4A Development Corporation	Sunnyvale 4B Development Corporation	Total Component Units
ASSETS			
Cash and cash equivalents	$ -	$ 2,812,320	$ 2,812,320
Receivables (net of allowances for uncollectible)	-	220,856	220,856
Restricted- cash and cash equivalents	376,048	-	376,048
Total Assets	376,048	3,033,176	3,409,224
LIABILITIES			
Due to other governments		13,716	13,716
Total Liabilities	-	13,716	13,716
FUND BALANCE			
Unassigned	376,048	3,019,460	3,395,508
Total Fund Balances	$ 376,048	$ 3,019,460	$ 3,395,508
Total Liabilities and Fund Balance	$ 376,048	$ 3,033,176	$ 3,409,224

TOWN OF SUNNYVALE

EXHIBIT C-7

RECONCILIATION OF THE COMBINING BALANCE SHEET - COMPONENT UNITS
TO THE STATEMENT OF NET POSITION
September 30, 2021

Total fund balance- component units	$	3,395,508
Amounts reported for governmental activities in the statement of net position are different because:		
Notes payable are not due and payable in the current period, and; therefore, are not reported in the funds		(276,336)
Net pension liability and net OPEB liability is not due and payable in the current period, and, therefore is not reported in the fund financial statements		(19,186)
Deferred inflow/outflow represent an acquisition of net position that is applied to future periods. The amount is unavailable and deferred at the fund level but recognized in the governmental activities		9,443
Compensated absences recorded as governmental liabilities in prior years were transferred to component unit in the current year. Compensated absences are not due and payable in the current period and therefore, are not reported in the funds.		(15,400)
Net position of component units- statement of net position	$	3,094,029

TOWN OF SUNNYVALE EXHIBIT C-8

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - COMPONENT UNITS
September 30, 2021

	Sunnyvale 4A Development Corporation	Sunnyvale 4B Development Corporation	Total Component Units
REVENUE			
Sales tax collected	$ -	$ 1,012,742	$ 1,012,742
Total Revenues	-	1,012,742	1,012,742
EXPENDITURES			
Current operating:			
Personnel services	-	129,070	129,070
Supplies and materials	-	11,831	11,831
Contractual services	-	84,464	84,464
Incentives	2,580	30,162	32,742
Maintenance and repairs	-		-
Intergovernmental	36,238	218,500	254,738
Debt Service			
Principal Retirement		-	-
Capital Outlay	-	589,964	589,964
Total Expenditures	38,818	1,063,991	1,102,809
Excess (deficiency) of revenues over (under) expenditures	(38,818)	(51,249)	(90,067)
Other Revenues and Financing sources (uses)			
Investment income	-	9,732	9,732
		-	-
Total Other Financing Sources (uses)	-	9,732	9,732
Net Change in Fund Balances	(38,818)	(41,517)	(80,335)
Fund Balances/Equity, October 1	414,866	3,060,977	3,475,843
Fund Balances/Equity, September 30	$ 376,048	$ 3,019,460	$ 3,395,508

TOWN OF SUNNYVALE EXHIBIT C-9

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE OF COMPONENT UNITS
TO THE STATEMENT OF ACTIVITIES
September 30, 2021

Net change in fund balances - component units	$	(80,335)
Amounts reported for governmental activities in the statement of activities are different because:		
Revenues in the statement of activities that are not recognized in the statement of revenues, expenditures and changes in fund balances		127,113
Changes to vacation and other compensated absence liabilities are not shown in the fund financial statements. The net effect of th current year is to increase net position.		(6,582)
Changes in net pension and OPEB liabilities and deferred outflows and inflows are not shown in the fund financial statements.		974
Change in net position of component unites- statement of activities	$	41,170

EXHIBIT C-10

Town of Sunnyvale
4A DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget- Positive
	Original	Final	Actual	(Negative)
REVENUE				
Sales tax collected	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Current operating:				
Intergovernmental	-	-	36,238	(36,238)
Incentives	-	-	2,580	(2,580)
Total Expenditures	-	-	38,818	(38,818)
Excess (deficiency) of revenues over (under) expenditures	-	-	(38,818)	(38,818)
Other Revenues and Financing sources (uses)				
Interest Income	-	-	-	-
Total Other Financing Sources (uses)	-	-	-	-
Net Change in Fund Balances	-	-	(38,818)	(38,818)
Fund Balances/Equity, Beginning of year	2,767,766	2,767,766	414,866	2,352,900
Fund Balances/Equity, End of year	$ 2,767,766	$ 2,767,766	$ 376,048	$ 2,314,082

Town of Sunnyvale
4B DEVELOPMENT CORPORATION
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Budgeted Amounts			Variance with Final Budget- Positive
	Original	Final	Actual	(Negative)
REVENUE				
Sales tax collected	$ 733,125	$ 850,000	$ 1,012,742	$ 162,742
Total Revenues	733,125	850,000	1,012,742	162,742
EXPENDITURES				
Current operating:				
Personnel services	122,220	128,220	129,070	(850)
Supplies and materials	14,500	14,500	11,831	2,669
Contractual services	166,313	166,313	84,464	81,849
Intergovernmental	218,500	218,500	218,500	-
Incentives	400,000	400,000	30,162	369,838
Capital outlay	1,145,500	1,206,001	589,964	616,037
Total Expenditures	2,067,033	2,133,534	1,063,991	1,069,543
Excess (deficiency) of revenues over (under) expenditures	(1,333,908)	(1,283,534)	(51,249)	1,232,285
Other Revenues and Financing sources (uses)				
Interest Income	7,300	7,300	9,732	2,432
Total Other Financing Sources (uses)	7,300	7,300	9,732	2,432
Net Change in Fund Balances	(1,326,608)	(1,276,234)	(41,517)	1,234,717
Fund Balances/Equity, Beginning of year	3,060,977	3,060,977	3,060,977	-
Fund Balances/Equity, End of year	$ 1,734,369	$ 1,784,743	$ 3,019,460	$ 1,234,717

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Town Council
Town of Sunnyvale
127 North Collins Road
Sunnyvale, Texas 75182

We have audited in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business- type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Town of Sunnyvale, Texas, as of and for the year ended September 30, 2021, and the related notes to the financial statements, which collectively comprise the Town of Sunnyvale, Texas' basic financial statements, and have issued our report thereon dated April 18, 2022.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements of the governmental activities, the business- type activities, each major fund, and the aggregate remaining fund information for the Town of Sunnyvale, Texas as of and for the year ended September 30, 2021, in accordance with auditing standards generally accepted in the United State of America, we considered the Town of Sunnyvale's internal control over financial reporting ("internal control") as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town of Sunnyvale's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town of Sunnyvale's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A material weakness is a deficiency or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

12001 N. Central Expressway, Suite 500
Dallas, Texas 75243
Ph (214) 696-8320 | Fax (214) 987-9840
www.foxbyrd.com

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Town of Sunnyvale, Texas' financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our test disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards.*

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's control and compliance. Accordingly, this communication is not suitable for any other purpose.

Fox, Byrd + Company, P.C.

Dallas, Texas
April 18 2022

STATISTICAL SECTION (UNAUDITED)

STATISTICAL SECTION (UNAUDITED)

This part of the Town of Sunnyvale's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and related supplementary information says about the Town's overall financial health.

CONTENTS **PAGE**

Financial Trends 93
This section contains information to help the reader understand how the Town's financial performance and well-being have changed over time.

Revenue Capacity 96
This section contains information to help the reader assess the Town's most significant local revenue source; property taxes.

Debt Capacity 103
This section contains information to help the reader assess the affordability of the Town's current levels of outstanding debt and the Town's ability to issue additional debt in the future.

Demographic and Economic Information 108
This section contains information to help the reader understand the environment within which the Town's financial activities take place.

Operating Information 110
This section contains information to help the reader understand how the information in the Town's financial report relates to the services the Town provides and the activities it performs.

TOWN OF SUNNYVALE, TX **Table 1**
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	FISCAL YEAR				
	2012	**2013**	**2014**	**2015**	**2016**
Governmentat activities					
Net investment in capital assets	$ 4,805,132	$ 4,956,375	$ 5,533,170	$ 9,192,257	$ 10,259,140
Restricted	1,546,831	1,851,519	1,237,407	1,480,724	1,879,936
Unrestricted	2,645,673	2,332,178	5,072,122	5,063,645	5,125,907
Total governmental activities net position	8,997,636	9,140,072	11,842,699	15,736,626	17,264,983
Business-type activities					
Net investment in capital assets	12,482,792	8,412,549	8,638,647	14,404,813	14,409,109
Restricted	1,072,987	1,098,608	1,793,193	1,744,554	2,714,408
Unrestricted	(3,287,776)	1,359,897	1,090,014	520,468	1,048,812
Total business-type activities net position	10,268,003	10,871,054	11,521,854	16,669,835	18,172,329
Primary government					
Net investment in capital assets	17,287,924	13,368,924	14,171,817	23,597,070	24,668,249
Restricted	2,619,818	2,950,127	3,030,600	3,225,278	4,594,344
Unrestricted	(642,103)	3,692,075	6,162,136	5,584,113	6,174,719
Total primary government net position	$ 19,265,639	$ 20,011,126	$ 23,364,553	$ 32,406,461	$ 35,437,312

	FISCAL YEAR				
	2017	**2018**	**2019**	**2020**	**2021**
Governmentat activities					
Net investment in capital assets	$ 11,019,317	$ 13,645,563	$ 15,552,052	$ 133,606	$ 12,182,316
Restricted	2,109,210	2,142,961	2,776,797	2,909,599	2,868,130
Unrestricted	4,924,743	5,496,564	5,333,169	25,366,349	18,272,961
Total governmental activities net position	18,053,270	21,285,088	23,662,018	28,409,554	33,323,407
Business-type activities					
Net investment in capital assets	17,832,746	24,413,662	24,054,875	23,815,634	23,889,533
Restricted	2,023,749	2,152,935	2,005,109	2,115,669	2,416,769
Unrestricted	1,639,134	2,610,035	3,817,204	4,550,549	5,409,711
Total business-type activities net position	21,495,629	29,176,632	29,877,188	30,481,852	31,716,013
Primary government					
Net investment in capital assets	28,852,063	38,059,225	39,606,927	23,949,240	36,071,849
Restricted	4,132,959	4,295,896	4,781,906	5,025,268	5,284,899
Unrestricted	6,563,877	8,106,599	9,150,373	29,916,898	23,682,672
Total primary government net position	$ 39,548,899	$ 50,461,720	$ 53,539,206	$ 58,891,406	$ 65,039,420

TOWN OF SUNNYVALE, TX
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Table 2

	FISCAL YEAR									
	2012	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**
EXPENSES										
Governmental activities:										
General government	$ 1,626,724	$ 1,458,993	$ 1,043,470	$ 1,052,425	$ 1,248,277	$ 1,639,530	$ 1,597,658	$ 2,395,053	$ 1,630,281	$ 2,626,808
Public Safety	1,954,257	1,900,606	1,906,497	2,367,607	2,602,749	2,723,379	3,701,545	3,523,702	5,097,893	3,159,778
Public Services and Operations	1,048,309	1,979,301	821,386	816,091	2,092,844	1,783,654	1,910,903	767,562	1,007,254	2,518,133
Public Works	-	-	394,480	595,851	277,284	271,115	306,163	928,570	485,091	306,095
Parks and Recreation	510,051	305,228	428,745	509,635	471,979	573,556	617,800	709,313	629,045	606,795
Library	-	-	142,695	142,545	191,508	180,518	203,464	203,300	209,666	214,248
Interest on long-termdebt	203,199	228,506	88,808	103,540	97,819	125,638	245,412	176,184	780,918	765,950
Total governmental activities expenses	5,342,540	5,872,634	4,826,081	5,587,694	6,982,460	7,297,390	8,582,945	8,703,684	9,840,148	10,197,807
Business-type activities										
Utilities	2,979,588	2,946,655	3,374,140	3,663,328	4,257,032	4,361,206	5,074,148	5,409,232	5,977,691	6,119,271
Total business-type activities expenses	2,979,588	2,946,655	3,374,140	3,663,328	4,257,032	4,361,206	5,074,148	5,409,232	5,977,691	6,119,271
Total primary government expnese	8,322,128	8,819,289	8,200,221	9,251,022	11,239,492	11,658,596	13,657,093	14,112,916	15,817,839	16,317,078
PROGRAM REVENUES										
Governmental activities:										
Charge for services:										
General government	247,301	109,181	418,776	105,332	240,305	211,624	396,095	1,226,613	1,175,682	1,782,365
Public Safety	580,392	448,154	778,203	109,281	230,557	362,077	152,621	541,713	368,050	453,274
Public Services and Operations	61,626	25,581	-	296,036	499,121	489,160	544,563	-	-	-
Public Works	-	-	-	101,283	221,217	282,465	389,576	-	-	-
Parks and Cultural	-	-	3,135	4,197	6,244	6,616	11,393	-	-	-
Operating grants and contributions	14,678	202,144	507,878	118,384	113,123	12,175	67,108	913,863	3,652,159	2,235,661
Capital grants and contributions	45,733	230,901	-	1,524,366	566,140	208,272	3,164,377	-	-	-
Total governmental activities program revenues	949,730	1,015,961	1,707,992	2,258,879	1,876,707	1,572,389	4,725,733	2,682,189	5,195,891	4,471,300
Business-type activities::										
Charge for services:										
Utilities	3,310,713	3,330,492	3,825,951	4,249,639	4,808,138	4,707,371	5,729,121	5,884,310	6,572,507	7,447,753
Capital grants and contributions	-	15,000	-	2,239,086	883,070	2,355,760	6,375,710	-	-	-
Total business-type activities program revenues	3,310,713	3,345,492	3,825,951	6,488,725	5,691,208	7,063,131	12,104,831	5,884,310	6,572,507	7,447,753
Total primary government program revenues	4,260,443	4,361,453	5,533,943	8,747,604	7,567,915	8,635,520	16,830,564	8,566,499	11,768,398	11,919,053
NET (EXPENSE) REVENUE										
Governmental activities	(4,392,810)	(4,856,673)	(3,118,089)	(3,328,815)	(5,105,753)	(5,725,001)	(3,857,212)	(6,021,495)	(4,644,257)	(5,726,507)
Business-type activities	331,125	398,837	451,811	2,825,397	1,434,176	2,701,925	7,030,683	475,078	594,816	1,328,482
Total primary government program net expenses	$ (4,061,685)	$ (4,457,836)	$ (2,666,278)	$ (503,418)	$ (3,671,577)	$ (3,023,076)	$ 3,173,471	$ (5,546,417)	$ (4,049,441)	$ (4,398,025)

(continued)

TOWN OF SUNNYVALE, TX
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Table 2
(continued)

	FISCAL YEAR							FISCAL YEAR		
	2012	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental activities:										
Taxes										
Property tax	$ 3,017,460	$ 3,061,437	$ 3,309,754	$ 3,314,131	$ 3,774,207	$ 4,272,558	$ 4,499,897	$ 5,069,547	6,076,106	6,316,489
Sales tax	2,007,188	1,172,287	1,130,663	1,376,840	1,751,597	1,604,731	2,043,801	1,871,591	2,102,427	3,037,816
Franchise tax	903,025	940,189	986,539	1,205,928	1,158,235	1,105,973	1,081,674	1,089,316	965,376	921,852
Alcoholic Beverage tax	-	-	-	-	-	-	-	-	-	-
Investment income	11,262	3,167	1,343	1,085	5,845	26,551	5,130	141,058	126,847	85,813
Miscellaneous	12,583	20,229	12,870	51,245	3,218	107,570	150,411	82,082	94,724	153,390
Transfers	(214,788)	(198,200)	(196,611)	(98,276)	(58,992)	(604,095)	(636,276)	(22,317)	26,314	125,000
Total governmental activities	5,736,730	4,999,109	5,244,558	5,850,953	6,634,110	6,513,288	7,144,637	8,231,277	9,391,794	10,640,360
Business-type activities:										
Investment income	4,923	6,014	2,381	3,112	9,326	17,280	27,765	27,928	36,162	30,679
Transfers	214,788	198,200	196,611	98,276	58,992	604,095	636,276	197,550	(26,314)	(125,000)
Total business-type activities	219,711	204,214	198,992	101,388	68,318	621,375	664,041	225,478	9,848	(94,321)
Total primary government	5,956,441	5,203,323	5,443,550	5,952,341	6,702,428	7,134,663	7,808,678	8,456,755	9,401,642	10,546,039
CHANGE IN NET POSTION										
Governmental activities	1,343,920	142,436	2,126,469	2,522,138	1,528,357	788,287	3,287,425	2,209,782	4,747,537	4,913,853
Business-type activities	550,836	603,051	650,803	2,926,785	1,502,494	3,323,300	7,694,724	700,556	604,664	1,234,161
Total primary government	$ 1,894,756	$ 745,487	$ 2,777,272	$ 5,448,923	$ 3,030,851	$ 4,111,587	$ 10,982,149	$ 2,910,338	5,352,201	6,148,014

TOWN OF SUNNYVALE, TX **Table 3**

GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

Fiscal Year	Property Tax	Sales Tax	Franchise Tax	Alcoholic Beverage Tax	Total
2011	2,906,223	832,915	914,799	-	4,653,937
2012	3,017,460	1,003,594	903,025	-	4,924,079
2013	3,061,437	1,172,287	940,189	-	5,173,913
2014	3,309,754	1,130,663	986,539	-	5,426,956
2015	3,314,131	1,376,840	1,205,928	-	5,896,899
2016	3,774,207	1,751,597	1,158,235	-	6,684,039
2017	4,272,558	1,604,731	1,105,973	-	6,983,262
2018	4,499,897	2,046,801	1,081,674	-	7,628,372
2019	6,076,106	2,102,427	965,376	-	9,143,909
2020	6,316,489	3,037,816	921,852	-	10,276,157

TOWN OF SUNNYVALE, TX **Table 4**
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	FISCAL YEAR				
	2012	**2013**	**2014**	**2015**	**2016**
General Fund					
Nonspendable	$ -	$ -	$ -	$ 40,603	$ 31,015
Restricted	25,000	25,000	-	151,331	350,318
Assigned	171,824	163,548	389,608	735,335	406,307
Unassigned	2,521,642	3,064,242	4,095,036	4,247,916	4,686,749
Total General Fund	2,718,466	3,252,790	4,484,644	5,175,185	5,474,389
All Other Governmental Funds					
Restricted for:					
General Use	8,456	-	-	-	-
Court Use	41,689	109,568	150,346	112,448	164,958
Capital Improvements	1,524,500	1,540,879	-	-	-
Debt Service	90,463	158,605	208,243	231,611	207,146
Community Development	2,508,190	17,467	28,831	80,368	54,092
Street Maintenance	-	-	849,987	904,966	1,126,413
Assigned for:					
Police	67,494	-	-	-	-
Capital Improvements	1,787,461	-	871,685	895,936	898,616
Community Services	36,560	36,560	-	-	-
Unassigned	-	(4,027)	(3,200)	(3,200)	(3,200)
Total all other Governmental Funds	$ 6,064,813	$ 1,859,052	$ 2,105,892	$ 2,222,129	$ 2,448,025

	FISCAL YEAR				
	2017	**2018**	**2019**	**2020**	**2021**
General Fund					
Nonspendable	$ 20,685	$ 45,000	$ 35,000	$ 240,630	$ 241,972
Restricted	-	-			
Assigned	476,843	557,219	640,984	746,346	883,557
Unassigned	4,819,339	5,054,193	5,847,140	6,386,587	8,409,574
Total General Fund	5,316,867	5,656,412	6,523,124	7,373,563	9,535,103
All Other Governmental Funds					
Restricted for:					
General Use	-	-	-	-	-
Court Use	171,360	193,524	197,437	244,945	125,414
Capital Improvements	-	-			
Debt Service	175,013	248,126	328,550	86,437	441,447
Community Development	68,041	68,543	69,062	69,583	70,106
Street Maintenance	1,373,872	1,531,075	2,181,748	2,508,635	2,231,163
Assigned for:					
Police	-	-	-		
Capital Improvements	5,194,458	4,355,897	6,547,278	15,867,732	13,351,835
Community Services	-	-	-	2,371,519	1,880,596
Unassigned	-	-	-		
Total all other Governmental Funds	$ 6,982,744	$ 6,397,165	$ 9,324,075	$ 21,148,851	$ 18,100,561

TOWN OF SUNNYVALE, TX **Table 5**

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(accrual basis of accounting)
(Unaudited)

	FISCAL YEAR							FISCAL YEAR		
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
REVENUES										
Taxes										
Property taxes	$ 3,078,063	$ 3,153,354	$ 3,269,744	$ 3,400,741	$ 3,750,703	$ 4,248,741	$ 4,528,010	$ 5,069,550	$ 5,911,019	$ 6,316,489
Sales tax	2,007,188	1,172,287	1,130,663	1,376,840	1,751,597	1,604,731	2,043,801	1,871,591	2,102,427	3,037,816
Franchise tax	903,025	940,189	986,539	1,205,928	1,158,235	1,105,973	1,081,673	1,089,316	965,376	921,852
Alcoholic Beverage Tax	-	-	-	-	-	-	-	-		
Licenses and Permits	247,301	109,181	334,239	163,582	357,698	497,981	512,303	560,751	844,143	1,099,596
Fines and forfeitures	531,767	397,035	616,098	299,291	503,179	495,435	548,289	405,755	228,992	273,119
Charge for Current Services	110,251	76,700	32,713	44,415	43,742	49,486	44,080	135,958	139,058	180,155
Impact fees	-	-	217,064	101,283	221,217	282,465	389,576	665,862	331,539	682,769
Grants	-	-	10,383	-	-	-	13,195	9,018	312,981	67,330
Donations	10,890	181,130	-	687	1,119	1,085	620	-	39,571	9,530
Investment income	11,262	3,167	1,343	1,085	3,218	26,551	117,697	141,058	126,847	85,813
Intergovernmental	67,234	36,774	492,973	195,389	170,162	266,290	84,730	904,845	3,299,607	2,158,801
Miscellaneous	12,583	20,229	12,870	51,245	5,844	106,195	5,130	82,082	92,273	153,390
Total Revenues	6,979,564	6,090,046	7,104,629	6,840,486	7,966,714	8,684,933	9,369,104	10,935,786	14,393,833	14,986,660
EXPENDITURES										
General government	1,554,890	1,365,401	949,165	930,884	1,068,827	1,705,243	1,423,454	1,621,591	1,568,836	1,787,833
Public Safety	1,918,488	1,922,274	1,821,954	2,259,340	2,452,774	2,364,482	3,574,902	3,749,566	4,923,250	4,071,969
Public Works	-	-	311,230	444,662	1,459,117	1,033,291	908,421	646,769	190,253	306,095
Parks and Recreational	-	-	358,761	438,869	390,696	370,788	602,178	620,870	537,074	606,795
Publice Services and Operations **	1,681,729	2,161,178	821,385	836,325	741,970	812,361	1,116,323	767,562	1,007,254	2,518,133
Library	-	-	142,695	146,395	193,428	179,388	197,395	203,300	208,981	214,248
Capital Outlay	-	-	541,695	1,095,256	425,501	772,040	210,724	2,581,160	5,883,796	4,432,963
Debt service										
Principal Retirement	295,000	4,805,000 *	380,000	450,000	634,097	660,170	681,804	420,000	985,000	1,035,000
Interest and other charges	200,863	173,120	102,439	103,540	97,819	193,033	245,412	176,184	547,737	813,803
Bond issuance costs	-	73,452	-	23,041	-	-	-	-	233,181	(47,853)
Total Expenditures	5,650,970	10,500,425	5,429,324	6,728,312	7,464,229	8,090,796	8,960,613	10,787,002	16,085,362	15,738,986
Excess (deficiency) of revenues over (under) expenditures	1,328,594	(4,410,379)	1,675,305	112,174	502,485	594,137	408,491	148,784	(1,691,529)	(752,326)
OTHER FINANCING SOURCES (USES)										
Transfers	149,520	25,000	(196,611)	(98,276)	(58,992)	(604,095)	(654,518)	(22,317)	26,314	125,000
Gain on sale of assets	-	-	-	7,880	81,607	26,573	-	-	2,451	-
Capital leases										(259,424)
Issuance of Tax Note	-	-	-	785,000	-	-	-	-		
Issuance of Certificates of Obligation	-	4,549,032 *	-	-	-	4,360,581	-	3,500,000	14,337,979	-
Total other financing sources (uses)	149,520	4,574,032	(196,611)	694,604	22,615	3,783,059	(654,518)	3,477,683	14,366,744	(134,424)
NET CHANGE IN FUND BALANCES	$ 1,478,114	$ 163,653	$ 1,478,694	$ 806,778	$ 525,100	$ 4,377,196	$ (246,027)	$ 3,626,467	$ 12,675,215	$ (886,750)
Debt service as a percentage of noncapital expenditures	8.77%	7.21%	9.87%	9.83%	10.40%	11.66%	10.60%	5.53%	10.98%	11.44%

* Refunding bond in fiscal year 2013.

** Public Services and Operations includes Community Development, Library, and Parks and Streets for years 2005-2013.

TOWN OF SUNNYVALE, TX **Table 6**

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

LAST TEN FISCAL YEARS

(unaudited)

Fiscal Year Ended Sept. 30	Estimated Actual Value		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Total Taxable Assessed Value Inc / (Dec)
	Real Property	Personal Property				
2012	802,789,310	208,338,430	242,170,205	768,957,535	0.40796	5.27%
2013	809,693,090	199,622,700	260,261,093	749,054,697	0.40796	-2.66%
2014	856,130,210	232,716,580	283,769,366	805,077,424	0.40796	6.96%
2015	888,189,540	218,121,640	274,631,565	831,679,615	0.40796	3.20%
2016	931,852,220	294,122,850	301,684,556	924,290,514	0.40796	10.02%
2017	1,032,922,190	303,227,460	364,392,341	971,757,309	0.40796	4.88%
2018	1,118,858,490	304,117,440	351,596,731	1,071,379,199	0.41309	9.30%
2019	1,227,127,840	310,753,650	396,894,926	1,225,860,828	0.41290	12.60%
2020	1,320,984,780	333,901,780	406,504,068	1,301,482,969	0.45670	5.81%
2021	1,444,123,102	360,761,250	402,590,673	1,399,554,157	0.45670	7.01%
					Avg	6.24%

Source: Town Administration Office.

Note: Property is reassessed annually. Property is assessed actual value; therefore, the assessed values are equal to actual value.
Tax rates are per $100 of assessed value.

Residential: includes single family, vacant lots, acreage, farm and ranch
Commercial: includes real property, industrial and utilities

TOWN OF SUNNYVALE, TX **Table 7**
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(PER $100 OF ASSESSED VALUE)
(unaudited)

	Town Direct Rates			Overlapping Rates *		
Fiscal Year Ended Sept. 30	Operating/ General Rate	General Obligation Debt Service	Total Direct	Sunnyvale Independent School District	Dallas County	Total Direct and Overlapping Rates
2012	0.3230	0.0850	0.4080	1.4100	0.2431	2.0611
2013	0.3074	0.1006	0.4080	1.4100	0.2431	2.0611
2014	0.3177	0.0902	0.4080	1.4100	0.2431	2.0611
2015	0.3368	0.0712	0.4080	1.4100	0.2431	2.0611
2016	0.3392	0.0688	0.4080	1.4100	0.2431	2.0611
2017	0.3392	0.0688	0.4080	1.4100	0.2431	2.0611
2018	0.3485	0.0646	0.4131	1.5200	0.2431	2.1762
2019	0.3391	0.0738	0.4129	1.4500	0.2431	2.1060
2020	0.3570	0.0997	0.4567	1.4500	0.2431	2.1498
2021	0.3105	0.1462	0.4567	1.3420	0.2279	2.0266

Source: Town Administration Office and Dallas Central Appraisal District

*Overlapping rates are those of local and county governments that apply to property owners within the Town of Sunnyvale, Texas.

TOWN OF SUNNYVALE, TX **Table 8**

PRINCIPAL PROPERTY TAXPAYERS
CURRENT YEAR AND TEN YEARS AGO
(unaudited)

	2021[1]			2012[1]		
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
DAL TILE CORPORATION	$ 122,044,314	1	7.98%			
SABRA TEXAS PROPERTIES LP	24,000,000	3	1.57%			
LLH MRS MASTER RE LLC	23,867,078	2	1.56%			
HOMATEX LP	20,257,910	4	1.32%			
JOHN SOULES FOODS	16,228,390	5	1.06%			
NESTLE WATERS NORTH AMERICA IN	13,859,700	6	0.91%			
ONCOR ELECTRIC DELIVERY	12,581,990	7	0.82%			
MMPF II SUNNYVALE SPE LLC	10,256,500	8	0.67%			
BPREP 301 CLAY ROAD LP	9,796,000	9	0.64%			
LINEAGE LOGISTICS LLC	9,692,307	10	0.63%			
AMERICAN MARAZZI TILE INC				$ 27,746,947	1	3.70%
SABRA TEXAS PROPERTIES LP				$ 21,812,100	2	2.91%
HOMATEX LP				$ 13,717,260	3	1.83%
301 CLAY RD LLC				$ 11,692,210	4	1.56%
DAL TILE CORPORATION				$ 10,983,142	5	1.47%
MILLARD REFRIGERATED SERVICES				$ 9,254,961	6	1.24%
ARHC SMSVLT01 LLC				$ 7,814,770	7	1.04%
ONCOR ELECTRIC DELIVERY				$ 6,893,380	8	0.92%
SIEMENS FINANCIAL SERVICES				$ 6,340,420	9	0.85%
FRY STREET LP				$ 5,699,040	10	0.76%
Total	$ 262,584,189		17.17%	$ 121,954,230		16.28%
Total valuation of Town net of exempt property	$ 1,529,663,201			$ 749,054,697		

Source: [1] Dallas County Tax Office

TOWN OF SUNNYVALE, TX **Table 9**
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(unaudited)

Fiscal Year Ended Sept. 30	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	% of Levy		Amount	% of Levy
2012	3,139,017	2,919,286	93.00%	217,457	3,136,743	99.9%
2013	3,089,815	2,977,346	96.36%	99,286	3,076,632	99.6%
2014	3,288,047	3,241,651	98.59%	34,127	3,275,778	99.6%
2015	3,392,837	3,335,116	98.30%	43,048	3,378,164	99.6%
2016	3,746,450	3,696,188	98.66%	31,947	3,728,135	99.5%
2017	3,903,070	3,874,714	99.27%	26,344	3,901,058	99.9%
2018	4,384,310	4,359,156	99.43%	25,896	4,385,052	100.0%
2019	5,006,961	4,965,023	99.16%	79,589	5,044,613	100.8%
2020	5,870,068	5,842,547	99.53%	32,820	5,875,367	100.1%
2021	6,373,728	6,343,125	99.52%	6,431	6,349,557	99.6%

Source: First Southwest Company, Dallas County Tax Office Year End Report, Texas Municipal Reports

TOWN OF SUNNYVALE, TX **Table 10**
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(unaudited)

	Governmental Activities			Business-Type Activities					
Fiscal Year	General Obligations	Tax Note	Capital Lease	Certificates of Obligation	General Obligations	Other Obligations	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
2012	$ 4,805,000	$ -	$ -	$ 2,815,364	$ 3,620,000	$ 185,051	$ 11,425,415	5.40%	2,080
2013	4,541,976	-	-	2,840,000	3,247,541	126,493	10,756,010	4.58%	1,903
2014	4,145,040	-	-	2,899,987	2,763,858	118,058	9,926,943	4.42%	1,757
2015	3,728,105	735,000	-	2,641,573	2,588,576	109,623	9,802,877	3.92%	1,700
2016	3,296,169	615,000	492,457	2,608,603	2,135,000	144,040	9,291,269	3.42%	1,537
2017	7,188,501	495,000	402,288	2,468,477	1,820,000	132,031	12,506,297	4.43%	2,083
2018	6,685,786	375,000	310,484	2,328,824	1,675,000	120,024	11,495,118	3.64%	1,771
2019	6,358,071	3,810,000	217,016	2,184,172	1,530,000	108,018	14,207,277	4.38%	2,127
2020	6,020,456	3,270,000	648,261	2,034,521	1,380,000	96,012	13,449,250	4.21%	1,966
2021	17,290,000	2,690,000	514,795	3,025,000	2,860,000	1,027,372	27,407,167	9.06%	3,472

Note 1: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.
(1) See Table 15 for personal income and population data.

TOWN OF SUNNYVALE, TX **Table 11**

RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(unaudited)

Fiscal Year	General Obligations	Less: Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property (1)	Per Capita (2)
2011	$ 4,805,000	$ 90,463	$ 4,714,537	0.61%	858
2013	4,541,976	158,605	4,383,371	0.59%	776
2014	4,145,040	199,293	3,945,747	0.49%	698
2015	4,463,105	231,611	4,231,494	0.51%	734
2016	4,403,626	207,145	4,196,481	0.45%	671
2017	8,085,789	175,012	7,910,777	0.81%	1,216
2018	7,371,270	248,126	7,123,144	0.66%	1,067
2019	10,385,087	328,550	10,056,537	0.82%	1,503
2020	9,938,717	70,412	9,868,305	0.76%	1,443
2021	21,449,600	426,548	21,023,052	1.50%	2,892

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.

Source:

(1) See the Schedule of Assessed Value and Estimated Actual Value of Taxable Property on Table 6 for property value data.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics on Table 15.

TOWN OF SUNNYVALE, TX **Table 12**

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

SEPTEMBER 30, 2021

(unaudited)

Governmental Subdivision	Gross Bonded Debt	Percentage of Debt Applicable to Area	Town Share of Overlapping Debt
Dallas County	$ 116,665,000	0.53%	$ 618,325
Dallas County CCD	115,750,000	0.53%	613,475
Dallas County Hospital District	575,530,000	0.53%	3,050,309
Dallas County Schools	16,679,652	0.53%	88,402
Sunnyvale I S D	90,428,106	98.02%	88,637,630
	$ 915,052,758		93,008,140
Town of Sunnyvale, Texas direct debt			26,030,000
			$ 119,038,140
Ratio of overlapping bonded debt to taxable assessed valuation (valued at 100% of market value)			7.78%
Per capita overlapping bonded debt			$17,401

Source: "Texas Municipal Report" , prepared by the Municipal Advisory Council.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Town. This schedule estimates the portion of the outstanding debt of those overlapping government that is borne by the residents and businesses of the Town of Sunnyvale. This process recognizes that, when considering the Town of Sunnyvale's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

(1) The percentage of overlapping debt applicable is estimated using the taxable assessed property values. Applicable percentages were estimated by determining the portion of the overlapping government's taxable assessed value that is within the Town of Sunnyvale's boundaries and dividing it by the overlapping government's total taxable assessed value.

TOWN OF SUNNYVALE, TX **Table 13**
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(unaudited)

	FISCAL YEAR				
	2012	**2013**	**2014**	**2015**	**2016**
Debt Limit	$ 2.50	$ 2.50	$ 2.50	$ 2.50	$ 2.50
Current Tax Rate	0.40796	0.40796	0.40796	0.40796	0.40796
Available Tax Rate	$ 2.09204	$ 2.09204	$ 2.09204	$ 2.09204	$ 2.09204
Total net debt applicable to the limit as a percentage of debt limit	19.50%	19.50%	19.50%	19.50%	19.50%

	FISCAL YEAR				
	2017	**2018**	**2019**	**2020**	**2021**
Debt Limit	$ 2.50	$ 2.50	$ 2.50	$ 2.50	$ 2.50
Current Tax Rate	0.40796	0.41309	0.45670	0.45670	0.45300
Available Tax Rate	$ 2.09204	$ 2.08691	$ 2.04330	$ 2.04330	$ 2.04700
Total net debt applicable to the limit as a percentage of debt limit	19.50%	19.79%	22.35%	22.35%	22.13%

TOWN OF SUNNYVALE, TX
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS
(unaudited)

Table 14

Fiscal Year	Tax and Revenue Refunding Bonds					
	Total Revenues (a)	Less: Operating Expenses (b)	Net Available Revenue	Debt Service		Times Coverage
				Principal	Interest	
2012	$ 3,310,713	$ 2,554,226	$ 756,487	$ 448,419	$ 238,541	1.10
2013	3,330,492	2,517,502	812,990	417,004	184,951	1.35
2014	3,825,951	2,922,114	903,837	415,000	174,875	1.53
2015	4,079,273	3,118,955	960,318	425,000	163,950	1.63
2016	4,208,074	3,703,658	504,416	440,000	152,375	0.85
2017	4,381,231	3,734,548	646,683	275,000	143,075	1.55
2018	5,407,543	4,280,436	1,127,107	280,000	134,800	2.72
2019	5,423,887	4,553,974	869,913	290,000	124,875	2.10
2020	6,221,833	5,677,392	544,441	375,000	242,147	0.88
2021	6,897,528	6,128,077	768,451	420,000	205,716	1.23

Note: Details regarding the Town's outstanding debt can be found in the notes to the financial statements.
Revenue does not include transfers or non-operating revenues.
a Includes operating expenses minus depreciation, bond issuance costs, and other
b non-operating expenses.

TOWN OF SUNNYVALE, TX **Table 15**
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(unaudited)

Fiscal Year	Estimated Population	Personal Income	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2012	5,557	211,694,808	38,532	(a)	1,291	6.8%
2013	5,723	224,791,129	39,779	(a)	1,361	6.2%
2014	5,839	224,791,129 **	(a)	(a)	1,512	5.5%
2015	6,126	250,077,186	43,371 (b)	41.9 (c)	1,565	4.0%
2016	6,251	271,816,812	41,398	39.6 (c)	1,638	3.9%
2017	6,504	305,915,640	47,035	40.4	1,752	4.0%
2018	6,678	324,590,868	48,606	38	1,814	3.7%
2019	6,690	295,075,830	44,107	40.8	1,931	3.3%
2020	6,841 **	319,098,445	46,645	41	2,023	7.5%
2021	7,270	302,446,180	46,645	40	1,976	7.2%

Sources:
Municipal Advisory Council of Texas, U.S. Census Bureau Quickfacts estimate
U.S. Census Bureau Quickfacts
Sunnyvale Independent School District, Texas Education Agency
US Department of Labor - Bureau of Labor Statistics - DFW Region
* Town Charts/Texas Demographics/Sunnyvale, American Fact Finder, City-Data
** Estimated
(a) Information not available
(b) TX HomeTownLocator (as of July 1, 2015)
(c) US Census Bureau - American Fact Finder (2010-2014 5 year estimate)

TOWN OF SUNNYVALE, TX **Table 16**
PRINCIPAL EMPLOYERS
CURRENT YEAR AND TEN YEARS AGO
(unaudited)

	2021	2012
Business Sector	**Number of Employees**	**Number of Employees**
Agriculture, Forestry, Fishing, Hunting & Mining	0	9
Construction	223	149
Manufacturing	135	304
Wholesale Trade	27	68
Retail Trade	348	23
Transportation & Warehousing, and Utilities	101	116
Information	98	41
Finance, Insurance, Real Estate, Rental & Leasing	329	221
Professional, Scientific, Management, & Administrative & Waste Management Services	406	363
Educational Services, and Health Care & Social Assistance	1,014	827
Arts, Entertainment, Recreation, and Accommodation & Food Services	205	109
Other Services, except Public Administration	134	107
Public Administration	108	74

Note: The Town of Sunnyvale is a relatively small municipality with a geographic area of approximately 16 square miles. Information is from the U.S. Census Bureau, American Community Survey 5 yr estimates 2019 (2021)
Information is from the U.S. Census Bureau, American Community Survey 5 yr estimates 2014 (2012)

TOWN OF SUNNYVALE, TX **Table 17**
FULL-TIME EQUIVALENT TOWN GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS
(unaudited)

	Fiscal Year							Fiscal Year		
Function / Program	**2012**	**2013**	**2014**	**2015**	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**
General government										
Administrative Services										
Town Manager	1	1	1	1	1	1	2	2	2	2
Town Secretary	1	1	1	1	1	1	1	1	1	1
Secretary/Admin Assistant	1	1	1	1	1	0	0	0	0	0
Economic Development	1	1	1	1	1	1	1	1	0	1
Financial Services										
Finance	2	2	2	3	3	3	3	3	3	3
Municipal Court	2	2	2	2	2	3	2	2	2	2
Municipal Court Judge	1	1	1	1	1	1	1	1	1	1
Library	3	3	3	3	3	3	3	3	3	3
Public Safety										
Police **	0	0	0	0	0	0	0	0	21	21
Development Services	4	4	4	5	5	5	7	7	7	9
Fire	1	1	4	5	5	5	8	11	11	16
Parks & Streets	7	7	7	7	7	8	8	7	5	6
Water and Sewer Systems	6	6	6	6	8	9	9	8	11	11
Total	30	30	33	36	38	40	45	46	67	76

Source: Town Administration Office.
** All positions contracted with Dallas County thru 2019

TOWN OF SUNNYVALE, TX
OPERATING INDICATORS BY FUNCTION
LAST TEN FISCAL YEARS
(unaudited)

Table 18

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Function/Program										
Judicial										
Municipal Court Fines	$497,790	$375,898	$442,434	$ 370,378	$ 426,246	$ 457,607	$ 520,854	$ 446,479	$ 245,275	$ 271,911
Fire										
Fire Calls	31	33	30	38	42	28	27	30	34	33
Fire Loss	$296,390	$2,500	$20,000	$82,290	$174,000	$1,043,070	$658,460	$52,500	$168,500	$453,000
New Development										
Permits Issued (Units)	44	120	102	44	108	90	97	137	118	136
Permit Value	$265,335 (b)	$292,092	$521,027	$14,041,157	$55,916,721	$60,916,508	$117,621,670	$71,822,780	$62,023,915	$2,173,964
Streets										
Miles of Streets Maintained	54.69	54.69	55.7	57.63	59.11	60.11	63.71	63.71	63.71	68.26
Health										
Animals Impounded	103	151	133	133	168	178	170	166	178	193
								.	.	.
Cultural and Recreational										
Parks										
Parks Maintained	5	5	5	5	5	5	5	5	5	5
Sanitation Service										
Refuse Customers	2,117	2,155	2,178	1,947	1,965	2,071	2,153	2,245	2,366	2,427
Water										
Number of Water Customers	2,117	2,155	2,178	2,256	2,336	2,492	2,597	2,740	2,853	2,915
Estimated Gallons Billed (in thousands)	457,540	577,817	422,669	478,108	462,682	450,176	584,989	499,961	565,437	624,238
Sewer										
Number of Wastewater Customers	1,528	1,530	1,575	1,587	1,641	1,741	1,820	1,919	2,047	2,113

Sources: Various government departments.
(a) Information not available
(b) Information reflects Jan-Sept 2012 activity only

TOWN OF SUNNYVALE, TX
CAPITAL ASSET STATISTICS BY FUNCTION
LAST TEN FISCAL YEARS
(unaudited)

Table 19

Function	Fiscal Year 2012	2013	2014	2015	2016	Fiscal Year 2017	2018	2019	2020	2021
Police										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Fire										
Number of Stations	1	1	1	1	1	1	1	1	1	1
Fire Hydrants	662	685	710	796	842	875	940	952	955	989
Streets										
Miles of Streets	54.69	54.69	55.7	57.63	59.11	60.11	63.71	63.71	63.91	68.26
Cultural and Recreational										
Parks Maintained	5	5	5	5	5	5	5	5	5	5
Water										
Water Storage Capacity (gallons)	800,000	800,000	800,000	800,000	800,000	1,725,000	1,750,000	1,750,000	1,750,000	1,750,000

Sources: Various government departments.